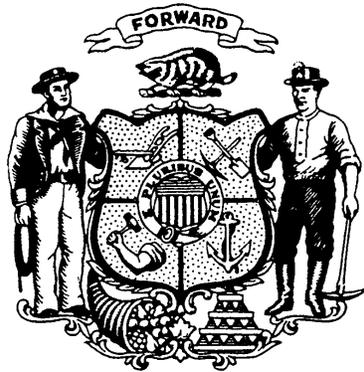


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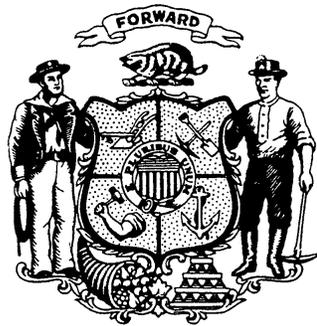
COMPREHENSIVE ANNUAL FINANCIAL REPORT



For the fiscal year ended June 30, 1998

STATE OF **WISCONSIN**

COMPREHENSIVE ANNUAL FINANCIAL REPORT



For the fiscal year ended June 30, 1998

Tommy G. Thompson, Governor

Department of Administration
Mark D. Bugher, Secretary
William J. Raftery, State Controller

Prepared by the State Controller's Office

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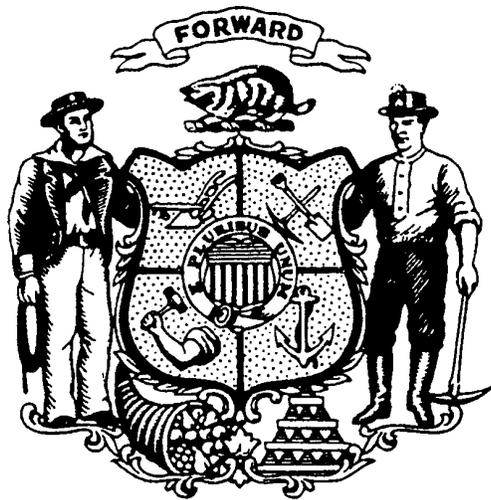
**Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 1998**

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SPECIAL REVENUE: Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for a specified purpose. The State's special revenue funds are described below:

The **Transportation Fund** accounts for the proceeds from motor fuel taxes, vehicle registrations, licensing fees, and federal and local governments which are used to supply and support safe, efficient and effective transportation in Wisconsin.

The **Conservation Fund** accounts for the management of the State's fish, wildlife, parks and other natural resources with funds provided from hunting and fishing licenses, recreational fees and forestry taxes.

The **Heritage State Parks and Forests Fund** accounts for the funding for operations and maintenance of State parks, southern State forests, and recreation areas either by making partial matching grants to "friends groups" or by accepting expenditure transfers from park and forest programs in the Conservation Fund.

The **Wisconsin Health Education Loan Repayment Fund** accounts for administrative expenditures related to issuing Wisconsin Health Education Loan bonds. These expenditures are funded from trustee transfers.

The **Waste Management Fund** accounts for the closure and long-term care of approved landfills from fees imposed on landfill operators.

The **Wisconsin Elections Campaign Fund** accounts for taxpayer donated funding for political candidates. The donations are intended to replace special interest funds.

The **Investment and Local Impact Fund** accounts for grants and loans to municipalities where metalliferous minerals exist to offset the negative effects of mining projects. These grants and loans are funded with taxes which have been imposed on mining activities.

The **Industrial Building Construction Loan Fund** accounts for economic development grants and loans for the construction of industrial buildings. These grants and loans are funded primarily with investment income.

The **Self-insured Employers Liability Fund** establishes a reserve to cover claims for employees of employers who have become insolvent. These employers were previously determined to be exempt from the requirement to carry accident or death insurance. The reserve is also used to cover the cost of insurance carrier or insurance service organization used to process, investigate, and pay valid claims from the injured employees.

The **Work Injury Supplemental Benefit Fund** accounts for compensatory payments to survivors of fatally injured employees or disabled employees with work-related injuries. This compensation is provided with funds collected from Wisconsin employers and insurance carriers.

The **Uninsured Employers Fund** accounts for the administration of insurance enforcement activities and compensation to injured employees of uninsured employers. The revenue is primarily provided by funds collected from uninsured employers.

The **Mediation Fund** accounts for the resolution of disputes regarding medical malpractice. Dispute filing fees and fees charged to health care providers are the primary revenue sources.

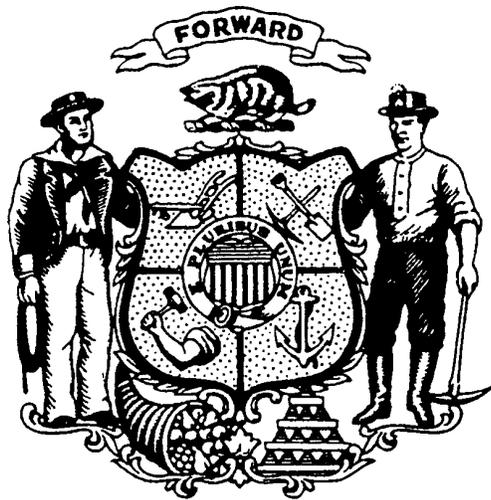
The **Agricultural Chemical Cleanup Fund** accounts for the portion of the costs responsible persons pay to clean up fertilizer and pesticide spills and historical handling areas. Fertilizer and pesticide licenses and registration fees primarily provide the revenue.

The **Agrichemical Management Fund** accounts for the regulation and enforcement of pesticide, feed and fertilizer industries. The revenue is generated by licenses and fees assessed to these industries.

The **Employee Trust Funds Administration Fund** accounts for transactions related to the administration and general operations of the Department of Employee Trust Funds.

The **Badger Fund** accounts for the distribution of tax revenues to municipalities wishing to undertake recreational improvement projects and for general equalization school aid. During Fiscal Year 1998, the fund was closed and all remaining assets and liabilities were transferred to the General Fund.

(Continued)



(Continued)

The **Petroleum Inspection Fund** accounts for revenues received from inspection fees on petroleum products shipped into Wisconsin. These proceeds are used for petroleum inspection programs, environmental cleanup awards, clean air and water administration and other environmental programs in the State of Wisconsin.

The **Environmental Fund** accounts for the development and enforcement of groundwater standards, as well as assistance in the emergency response, investigation and clean up of contaminated sites. This assistance is funded by fees on activities or substances which may contaminate groundwater and fees for solid waste tipping, pesticide licenses and oil inspections.

The **Dry Cleaner Environmental Response Fund** accounts for the financial assistance for the remediation of environmental contamination caused by the spillage of dry cleaning solvents. Revenues used to fund this program are dry cleaning facility license and solvent fees.

The **Recycling Fund** accounts for the general purpose revenues and moneys from recycling fees, used to reduce the amount of solid waste disposed of in landfills and incinerators.

The **Information Technology Investment Fund** accounts for revenues, primarily subscription fees from vendors, used to carry out information technology development projects, including paying for costs associated with technology-related equipment, software and support.

The **Universal Service Fund** accounts for various programs that ensure that all Wisconsin residents receive essential telecommunication services at reasonable prices and that they have access to certain advanced telecommunications service capabilities. Assessment of entities in the telecommunications industry is the primary source of revenues.

The **Property Tax Relief Fund** accounts for moneys set aside to provide property tax relief during the 1997-1999 biennium.

The **Environmental Local Assistance Fund** accounts for aid to local governments for environmental purposes such as the construction or improvement of point source water pollution abatement facilities, municipal clean drinking water grants, and stewardship grants. Revenues used to fund this program include bond proceeds and interest earnings.

State of Wisconsin

Combining Balance Sheet - All Special Revenue Funds

June 30, 1998

(In Thousands)

	Transportation	Conservation	Heritage State Parks and Forests	Wisconsin Health Education Loan Repayment	Waste Management
Assets					
Cash and Cash Equivalents	\$ 235,971	\$ 61,575	\$ 679	\$ 20	\$ 12,661
Receivables (net of estimated uncollectible accounts):					
Taxes	80,386	17,567	-	-	-
Other Receivables	29,133	3,200	-	-	-
Due from Other Funds	25,429	11,025	-	16	-
Due from Other Governments	96,342	8,536	-	-	-
Inventories	16,401	1,295	-	-	-
Prepaid Items	1,605	764	-	1	-
Other Assets	4	-	-	-	-
Total Assets	\$ 485,271	\$ 103,961	\$ 679	\$ 38	\$ 12,661
Liabilities and Fund Balances					
Liabilities:					
Accounts Payable and Other					
Accrued Liabilities	\$ 82,023	\$ 10,895	\$ -	\$ 1	\$ -
Due to Other Funds	74,898	8,343	50	17	-
Interfund Loans Payable	-	-	-	-	-
Due to Other Governments	41,732	7,657	-	-	-
Tax Refunds Payable	3,406	-	-	-	-
Tax and Other Deposits	625	349	-	-	8,027
Deferred Revenue	20,483	1,121	-	-	-
Advances from Other Funds	-	-	-	-	-
Short-term Notes Payable	-	-	-	-	-
Total Liabilities	223,167	28,366	50	18	8,027
Fund Balances:					
Reserved for					
Encumbrances	373,765	16,411	-	-	-
Reserved for Inventories	16,401	1,295	-	-	-
Reserved for Prepaid Items	1,605	764	-	1	-
Unreserved:					
Undesignated	(129,668)	57,125	629	18	4,634
Total Fund Balance	262,104	75,596	629	20	4,634
Total Liabilities and Fund Balance	\$ 485,271	\$ 103,961	\$ 679	\$ 38	\$ 12,661

Wisconsin Elections Campaign	Investment and Local Impact	Industrial Building Construction Loan	Self-insured Employers Liability	Work Injury Supplemental Benefit	Uninsured Employers	Mediation
\$ 511	\$ 1,394	\$ 277	\$ -	\$ 7,159	\$ 6,652	480
-	-	-	-	-	-	-
-	-	-	75	40	3,100	-
-	-	-	-	-	-	7
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	3
-	-	-	-	-	-	-
<u>\$ 511</u>	<u>\$ 1,394</u>	<u>\$ 277</u>	<u>\$ 75</u>	<u>\$ 7,200</u>	<u>\$ 9,752</u>	<u>490</u>
\$ -	\$ 5	\$ -	\$ 15	\$ 818	\$ 60	22
-	-	-	-	-	-	5
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	1,976	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	5	-	15	818	2,036	27
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	3
511	1,389	277	59	6,382	7,716	459
511	1,389	277	59	6,382	7,716	463
<u>\$ 511</u>	<u>\$ 1,394</u>	<u>\$ 277</u>	<u>\$ 75</u>	<u>\$ 7,200</u>	<u>\$ 9,752</u>	<u>490</u>

(Continued)

State of Wisconsin

Combining Balance Sheet - All Special Revenue Funds

June 30, 1998

(Continued)

	Agricultural Chemical Cleanup	Agrichemical Management	Employe Trust Funds Administration	Badger	Petroleum Inspection	Environmental
Assets						
Cash and Cash Equivalents	\$ 9,001	\$ 10,294	\$ 3,277	\$ -	\$ 2,051	\$ 5,264
Receivables (net of estimated uncollectible accounts):						
Taxes	-	-	-	-	-	-
Other Receivables	-	-	-	-	96	372
Due from Other Funds	2,983	172	1,361	-	8,986	6,353
Due from Other Governments	-	-	-	-	-	1,236
Inventories	-	21	98	-	-	-
Prepaid Items	-	20	70	-	76	42
Other Assets	-	-	-	-	-	-
Total Assets	\$ 11,984	\$ 10,507	\$ 4,807	\$ 0	\$ 11,209	\$ 13,267
Liabilities and Fund Balances						
Liabilities:						
Accounts Payable and Other						
Accrued Liabilities	\$ -	\$ 170	\$ 1,035	\$ -	\$ 247,073	\$ 783
Due to Other Funds	507	3,399	919	-	1,785	3,065
Interfund Loans Payable	-	-	-	-	-	-
Due to Other Governments	-	19	13	-	12,683	333
Tax Refunds Payable	-	-	-	-	-	-
Tax and Other Deposits	-	-	-	-	-	-
Deferred Revenue	-	-	-	-	-	-
Advances from Other Funds	-	-	-	-	-	-
Short-term Notes Payable	-	-	-	-	-	-
Total Liabilities	507	3,588	1,967	-	261,541	4,181
Fund Balances:						
Reserved for						
Encumbrances	-	301	1,363	-	1,078	5,122
Reserved for Inventories	-	21	98	-	-	-
Reserved for Prepaid Items	-	20	70	-	76	42
Unreserved:						
Undesignated	11,477	6,578	1,309	-	(251,486)	3,923
Total Fund Balance	11,477	6,920	2,840	-	(250,332)	9,086
Total Liabilities and Fund Balance	\$ 11,984	\$ 10,507	\$ 4,807	\$ 0	\$ 11,209	\$ 13,267

Dry Cleaner Environmental Response	Recycling	Information Technology Investment	Universal Service	Property Tax Relief	Environmental Local Assistance	Totals
\$ 430	\$ 58,059	\$ 510	\$ 4,580	\$ -	\$ -	420,843
-	4,859	-	-	-	-	102,812
73	10	-	22	-	-	36,121
-	12,937	-	-	-	-	69,269
-	5	-	-	-	-	106,118
-	-	-	-	-	-	17,816
-	5,987	-	-	-	-	8,571
-	-	-	-	-	-	4
\$ 503	\$ 81,857	\$ 510	\$ 4,602	\$ 0	\$ 0	761,554
\$ 4	\$ 544	\$ -	\$ 461	\$ -	\$ 2	343,911
33	6,736	400	-	-	83	100,240
-	-	-	-	-	4,297	4,297
-	13,412	-	86	-	5,185	81,120
-	216	-	-	-	-	3,622
-	-	-	-	-	-	9,001
-	-	-	-	-	-	23,581
-	-	3,558	-	-	-	3,558
-	-	-	-	-	9,648	9,648
37	20,908	3,958	547	-	19,216	578,977
7	6,945	-	202	-	5,418	410,610
-	-	-	-	-	-	17,816
-	5,987	-	-	-	-	8,571
458	48,017	(3,448)	3,853	-	(24,634)	(254,421)
465	60,949	(3,448)	4,055	-	(19,216)	182,576
\$ 503	\$ 81,857	\$ 510	\$ 4,602	\$ 0	\$ 0	761,554

State of Wisconsin

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Transportation	Conservation	Heritage State Parks and Forests	Wisconsin Health Education Loan Repayment	Waste Management
Revenues:					
Taxes	\$ 758,757	\$ 49,972	\$ -	\$ -	-
Intergovernmental	446,714	21,377	-	-	-
Licenses and Permits	289,081	70,813	-	-	-
Charges for Goods and Services	11,203	19,568	-	93	-
Investment and Interest Income	6,376	2,671	36	-	249
Gifts and Donations	107	3,429	-	-	-
Other Revenues	12,205	1,147	4	-	31
Total Revenues	1,524,444	168,977	40	94	281
Expenditures:					
Current:					
Commerce	-	-	-	-	-
Education	-	-	-	94	-
Transportation	1,465,721	-	-	-	-
Environmental Resources	-	166,106	80	-	27
Human Relations and Resources	-	-	-	-	-
General Executive	-	-	-	-	-
Judicial	-	-	-	-	-
Total Expenditures	1,465,721	166,106	80	94	27
Excess of Revenues Over (Under) Expenditures	58,723	2,871	(40)	-	254
Other Financing Sources (Uses):					
Proceeds from Sale of Bonds	32	-	-	-	-
Operating Transfers In	-	12,943	-	-	-
Operating Transfers Out	(20,718)	(10,381)	-	-	-
Operating Transfers to Component Unit	-	-	-	-	-
Capital Leases Acquisitions	-	55	-	-	-
Total Other Financing Sources (Uses)	(20,686)	2,616	-	-	-
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	38,037	5,487	(40)	-	254
Fund Balances, Beginning of Year	222,664	70,119	669	20	4,380
Increase (Decrease) in Reserve for Inventories	1,403	(10)	-	-	-
Residual Equity Transfer In	-	-	-	-	-
Residual Equity Transfer Out	-	-	-	-	-
Fund Balances, End of Year	\$ 262,104	\$ 75,596	\$ 629	\$ 20	\$ 4,634

	Wisconsin Elections Campaign	Investment and Local Impact	Industrial Building Construction Loan	Self-insured Employers Liability	Work Injury Supplemental Benefit	Uninsured Employers	Mediation
\$	-	\$ 16	\$ -	\$ -	\$ -	\$ -	3
	-	-	-	-	-	-	-
	-	-	-	-	244	267	298
	-	-	-	-	-	-	-
	26	182	14	-	453	321	25
	-	-	-	75	-	1,264	1
	26	198	14	75	697	1,852	327
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	3,068	-	-	-	-	-
	-	-	-	15	2,033	478	-
	14	-	-	-	-	-	-
	-	-	-	-	-	-	318
	14	3,068	-	15	2,033	478	318
	11	(2,870)	14	59	(1,336)	1,374	9
	-	-	-	-	-	-	-
	295	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	295	-	-	-	-	-	-
	306	(2,870)	14	59	(1,336)	1,374	9
	204	4,259	263	-	7,718	6,343	453
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
\$	511	\$ 1,389	\$ 277	\$ 59	\$ 6,382	\$ 7,716	\$ 463

(Continued)

State of Wisconsin

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1998**

(Continued)

	Agricultural Chemical Cleanup	Agrichemical Management	Employe Trust Funds Administration	Badger	Petroleum Inspection	Environmental
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ 11	\$ 103,842	\$ -
Intergovernmental	-	-	-	-	-	1,399
Licenses and Permits	2,756	5,233	-	-	-	10,724
Charges for Goods and Services	-	-	13,933	-	-	1
Investment and Interest Income	469	473	325	123	487	428
Gifts and Donations	-	-	-	-	-	-
Other Revenues	-	8	4	-	58	2,927
Total Revenues	3,225	5,713	14,262	134	104,387	15,479
Expenditures:						
Current:						
Commerce	776	4,816	-	-	-	-
Education	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Environmental Resources	-	-	-	-	174,674	26,102
Human Relations and Resources	-	-	-	-	-	-
General Executive	-	-	14,230	-	-	-
Judicial	-	-	-	-	-	-
Total Expenditures	776	4,816	14,230	-	174,674	26,102
Excess of Revenues Over (Under) Expenditures	2,449	898	32	134	(70,287)	(10,623)
Other Financing Sources (Uses):						
Proceeds from Sale of Bonds	-	-	-	-	-	-
Operating Transfers In	-	-	-	-	-	12,071
Operating Transfers Out	(507)	-	-	-	(1,814)	(40)
Operating Transfers to Component Unit	-	-	-	-	-	-
Capital Leases Acquisitions	-	-	-	-	170	-
Total Other Financing Sources (Uses)	(507)	-	-	-	(1,644)	12,031
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	1,942	898	32	134	(71,931)	1,408
Fund Balances, Beginning of Year	-	15,567	2,988	362	(178,401)	7,679
Increase (Decrease) in Reserve for Inventories	-	(10)	(180)	-	-	-
Residual Equity Transfer In	9,535	-	-	-	-	-
Residual Equity Transfer Out	-	(9,535)	-	(496)	-	-
Fund Balances, End of Year	\$ 11,477	\$ 6,920	\$ 2,840	\$ 0	\$ (250,332)	\$ 9,086

Dry Cleaner Environmental Response	Recycling	Information Technology Investment	Universal Service	Property Tax Relief	Environmental Local Assistance	Totals
\$ -	\$ 54,331	\$ -	\$ -	\$ -	\$ -	966,933
-	-	-	-	-	-	469,490
512	-	-	2,318	-	-	382,246
-	1	162	-	-	-	44,963
8	2,691	23	262	-	1	15,642
-	-	-	-	-	-	3,536
-	138	-	-	-	-	17,863
520	57,161	186	2,580	-	1	1,900,672
-	-	-	2,560	-	-	8,151
-	-	-	-	-	-	94
-	-	-	-	-	-	1,465,721
54	40,255	-	-	-	13,494	423,860
-	-	-	-	-	-	2,527
-	-	-	-	-	-	14,244
-	-	-	-	-	-	318
54	40,255	-	2,560	-	13,494	1,914,914
465	16,906	186	20	-	(13,493)	(14,242)
-	-	-	-	-	9,001	9,034
-	314	59	-	-	386	26,067
-	(4,471)	-	(1,119)	(257,756)	-	(296,805)
-	-	-	-	-	-	0
-	-	-	-	-	-	224
-	(4,157)	59	(1,119)	(257,756)	9,387	(261,481)
465	12,750	245	(1,099)	(257,756)	(4,106)	(275,723)
-	48,200	(3,693)	5,154	257,756	(15,111)	457,591
-	-	-	-	-	-	1,204
-	-	-	-	-	-	9,535
-	-	-	-	-	-	(10,031)
\$ 465	\$ 60,949	\$ (3,448)	\$ 4,055	0 \$	(19,216) \$	\$ 182,576

State of Wisconsin

**Combining Schedule of Revenues, Expenditures, and Changes in Fund
Balances - Budget and Actual (Budgetary Basis) - Budgeted Special
Revenue Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Transportation		Conservation		Heritage State Parks and Forests	
	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:						
Taxes	\$ 758,680	\$ 758,680	\$ 49,561	\$ 49,561	\$ -	\$ -
Departmental	854,904	854,904	132,111	132,111	40	40
Total Revenues	<u>1,613,584</u>	<u>1,613,584</u>	<u>181,673</u>	<u>181,673</u>	<u>40</u>	<u>40</u>
Expenditures:						
Current:						
Commerce	-	-	1,350	1,075	-	-
Education	-	-	216	16	-	-
Environmental Resources	1,790,942	1,575,708	217,129	168,207	80	80
Human Relations and Resources	-	-	3,021	2,933	-	-
General Executive	1,218	1,129	-	-	-	-
Judicial	-	-	-	-	-	-
General	13,673	13,673	-	-	-	-
Total Expenditures	<u>1,805,832</u>	<u>1,590,510</u>	<u>221,716</u>	<u>172,231</u>	<u>80</u>	<u>80</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (192,248)</u>	23,074	<u>\$ (40,043)</u>	9,441	<u>\$ (40)</u>	(40)
Fund Balances, Beginning of Year		214,758		64,309		669
Residual Equity Transfers		-		-		-
Fund Balances, End of Year Less Encumbrances Outstanding at June 30, 1998		<u>237,833</u>		<u>73,751</u>		<u>629</u>
		<u>(618,466)</u>		<u>(22,440)</u>		<u>-</u>
Fund Balances, End of Year Budgetary Basis		<u>\$ (380,633)</u>		<u>\$ 51,311</u>		<u>\$ 629</u>

Wisconsin Health Education Loan Repayment		Waste Management		Wisconsin Elections Campaign		Investment and Local Impact	
Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	16	16
109	109	277	277	321	321	154	154
109	109	277	277	321	321	170	170
-	-	-	-	-	-	200	-
99	94	-	-	-	-	-	-
-	-	4,714	27	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	525	14	4,483	3,064
-	-	-	-	-	-	-	-
99	94	4,714	27	525	14	4,683	3,064
<u>\$ 10</u>	15	<u>\$ (4,437)</u>	250	<u>\$ (204)</u>	306	<u>\$ (4,512)</u>	(2,893)
	(10)		4,494		204		4,312
	-		-		-		-
	5		4,744		511		1,419
	-		-		-		-
<u>\$ 5</u>		<u>\$ 4,744</u>		<u>\$ 511</u>		<u>\$ 1,419</u>	

(Continued)

State of Wisconsin

**Combining Schedule of Revenues, Expenditures, and Changes in Fund
Balances - Budget and Actual (Budgetary Basis) - Budgeted Special
Revenue Funds
For the Fiscal Year Ended June 30, 1998**

(Continued)

	Industrial Building Construction Loan		Self-insured Employers Liability		Work Injury Supplemental Benefit		Uninsured Employers	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Departmental	14	14	-	-	674	674	1,555	1,555
Total Revenues	14	14	-	-	674	674	1,555	1,555
Expenditures:								
Current:								
Commerce	277	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-
Environmental Resources	-	-	-	-	-	-	-	-
Human Relations and Resources	-	-	-	6	9,241	2,121	443	443
General Executive	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-
General	-	-	-	-	-	-	-	-
Total Expenditures	277	-	-	6	9,241	2,121	443	443
Excess of Revenues Over (Under) Expenditures	<u>\$ (263)</u>	14	<u>\$ 0</u>	(6)	<u>\$ (8,567)</u>	(1,447)	<u>\$ 1,112</u>	1,112
Fund Balances, Beginning of Year		263		-		8,567		5,665
Residual Equity Transfers		-		-		-		-
Fund Balances, End of Year Less Encumbrances Outstanding at June 30, 1998		277		(6)		7,120		6,777
Fund Balances, End of Year Budgetary Basis	<u>\$</u>	<u>277</u>	<u>\$</u>	<u>(6)</u>	<u>\$</u>	<u>7,120</u>	<u>\$</u>	<u>6,777</u>

Mediation		Agricultural Chemical Cleanup		Agrichemical Management		Badger	
Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
\$ 3	\$ 3	\$ -	\$ -	\$ -	\$ -	\$ 11	\$ 11
337	337	3,263	3,263	5,699	5,699	72	72
340	340	3,263	3,263	5,699	5,699	83	83
-	-	2,239	1,283	5,391	4,835	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	206	-
-	-	-	-	-	-	-	-
778	316	-	-	-	-	-	-
-	-	-	-	-	-	-	-
778	316	2,239	1,283	5,391	4,835	206	-
<u>\$ (438)</u>	24	<u>\$ 1,024</u>	1,980	<u>\$ 308</u>	864	<u>\$ (123)</u>	83
	438		-		15,751		413
	-		6,558		(6,558)		(496)
	462		8,538		10,057		-
	-		-		(301)		-
	<u>\$ 462</u>		<u>\$ 8,538</u>		<u>\$ 9,756</u>		<u>\$ 0</u>

(Continued)

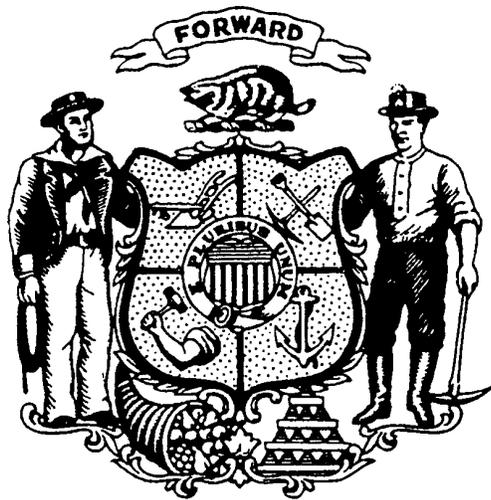
State of Wisconsin

**Combining Schedule of Revenues, Expenditures, and Changes in Fund
Balances - Budget and Actual (Budgetary Basis) - Budgeted Special
Revenue Funds
For the Fiscal Year Ended June 30, 1998**

(Continued)

	Petroleum Inspection		Environmental		Dry Cleaner Environmental Response		Recycling	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:								
Taxes	\$ 103,842	\$ 103,842	\$ -	\$ -	\$ -	\$ -	\$ 53,615	\$ 53,615
Departmental	580	580	27,228	27,228	447	447	2,904	2,904
Total Revenues	<u>104,422</u>	<u>104,422</u>	<u>27,228</u>	<u>27,228</u>	<u>447</u>	<u>447</u>	<u>56,520</u>	<u>56,520</u>
Expenditures:								
Current:								
Commerce	106,117	103,258	4,251	1,504	-	-	7,539	5,310
Education	-	-	62	-	-	-	497	471
Environmental Resources	5,633	4,566	29,039	24,370	51	27	36,015	32,937
Human Relations and Resources	466	466	425	420	-	-	4,000	4,000
General Executive	120	109	-	-	38	25	447	438
Judicial	-	-	-	-	-	-	-	-
General	-	-	-	-	-	-	-	-
Total Expenditures	<u>112,335</u>	<u>108,399</u>	<u>33,778</u>	<u>26,294</u>	<u>89</u>	<u>52</u>	<u>48,498</u>	<u>43,156</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (7,913)</u>	<u>(3,977)</u>	<u>\$ (6,550)</u>	<u>934</u>	<u>\$ 358</u>	<u>395</u>	<u>\$ 8,021</u>	<u>13,364</u>
Fund Balances, Beginning of Year		12,836		6,891		-		44,599
Residual Equity Transfers		-		-		-		314
Fund Balances, End of Year Less Encumbrances Outstanding at June 30, 1998		<u>8,859</u>		<u>7,826</u>		<u>395</u>		<u>58,277</u>
		<u>(1,229)</u>		<u>(5,585)</u>		<u>(7)</u>		<u>(15,493)</u>
Fund Balances, End of Year Budgetary Basis		<u>\$ 7,630</u>		<u>\$ 2,240</u>		<u>\$ 387</u>		<u>\$ 42,784</u>

Information Technology Investment		Universal Service		Property Tax Relief		Totals	
Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	965,730	\$ 965,730
245	245	8,258	8,258	-	-	1,039,191	1,039,191
245	245	8,258	8,258	-	-	2,004,920	2,004,920
-	-	2,939	2,939	-	-	130,303	120,205
-	-	1,008	1,008	-	-	1,882	1,590
-	-	-	-	-	-	2,083,810	1,805,921
-	-	-	-	-	-	17,596	10,387
-	-	-	-	-	-	6,829	4,779
-	-	-	-	-	-	778	316
-	-	-	-	257,756	257,756	271,429	271,429
-	-	3,947	3,947	257,756	257,756	2,512,627	2,214,626
<u>\$ 245</u>	<u>245</u>	<u>\$ 4,311</u>	<u>4,311</u>	<u>\$ (257,756)</u>	<u>(257,756)</u>	<u>\$ (507,706)</u>	<u>(209,706)</u>
	(3,693)		-		257,756		638,223
	-		-		-		(182)
	(3,448)		4,311		-		428,336
	-		-		-		(663,520)
<u>\$ (3,448)</u>		<u>\$ 4,311</u>		<u>\$ 0</u>		<u>\$ (235,185)</u>	



Debt Service Funds

DEBT SERVICE: Debt service funds account for the accumulation of resources for, and the payment of, principal, interest and related costs of general long-term obligations.

The **Bond Security and Redemption Fund** accounts for the accumulation of resources for, and the payment of principal, interest and related costs of, general obligation bond debt.

The **Transportation Revenue Bonds Fund** accounts for the accumulation of resources for, and the payment of principal, interest and related costs of, transportation revenue bond obligations.

State of Wisconsin

**Combining Balance Sheet - All Debt Service Funds
June 30, 1998**

(In Thousands)

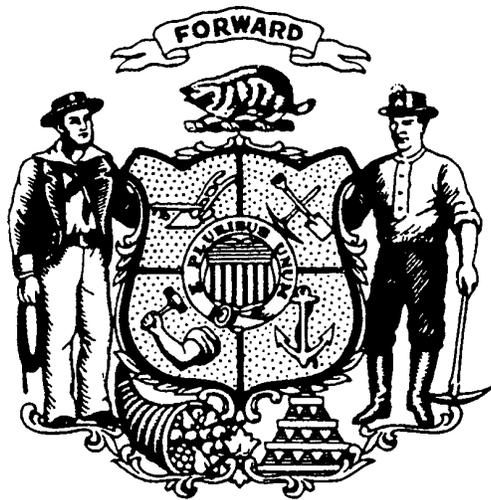
	Bond Security and Redemption	Transportation Revenue Bonds	Totals
Assets			
Cash and Cash Equivalents	\$ 7,180	\$ -	\$ 7,180
Investments	-	53,227	53,227
Receivables (net of estimated uncollectible accounts):			
Other Receivables	-	8	8
Due from Other Funds	368	-	368
Total Assets	<u>\$ 7,548</u>	<u>\$ 53,235</u>	<u>\$ 60,783</u>
Liabilities and Fund Balances			
Liabilities:			
Due to Other Funds	\$ 435	\$ -	\$ 435
Interest Payable	2,491	19,207	21,698
General Obligations Bonds Payable	845	-	845
Revenue Bonds and Notes Payable	-	30,750	30,750
Total Liabilities	<u>3,772</u>	<u>49,957</u>	<u>53,728</u>
Fund Balances:			
Unreserved	3,777	3,278	7,055
Total Fund Balances	<u>3,777</u>	<u>3,278</u>	<u>7,055</u>
Total Liabilities and Fund Balances	<u>\$ 7,548</u>	<u>\$ 53,235</u>	<u>\$ 60,783</u>

State of Wisconsin

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
All Debt Service Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Bond Security and Redemption	Transportation Revenue Bonds	Totals
Revenues:			
Licenses and Permits	\$ -	\$ 71,929	\$ 71,929
Investment and Interest Income	2,484	1,774	4,258
Other Revenues	882	-	882
Total Revenues	3,366	73,703	77,069
Expenditures:			
Debt Service:			
Principal	128,159	30,750	158,909
Interest	90,015	41,113	131,129
Other	-	297	297
Total Expenditures	218,175	72,160	290,335
Excess of Revenues Over (Under) Expenditures	(214,808)	1,543	(213,266)
Other Financing Sources (Uses):			
Proceeds from Sale of Bonds	737	-	737
Operating Transfers In	216,459	-	216,459
Operating Transfers Out	(4,686)	-	(4,686)
Total Other Financing Sources (Uses)	212,510	-	212,510
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(2,299)	1,543	(756)
Fund Balances, Beginning of Year	2,242	1,736	3,977
Residual Equity Transfers In	4,000	-	4,000
Residual Equity Transfers Out	(166)	-	(166)
Fund Balances, End of Year	\$ 3,777	\$ 3,278	\$ 7,055



Capital Projects Funds

CAPITAL PROJECTS: Capital projects funds account for financial resources used for the acquisition, construction, renovation or repair of major capital facilities (other than those financed by proprietary funds and trust funds). The State's capital projects funds are described below:

The **Building Trust Fund** accounts for repair projects of major capital facilities which are funded primarily through General Fund and agency transfers.

The **Energy Efficiency Fund** accounts for improvements on heating plants and loans to State agencies for energy efficiency projects. Revenues are primarily derived from utility rebates, utility matching funds, savings from improvements to heating costs and General Fund supported borrowing.

The **Capital Improvement Fund** accounts for revenues from general obligation bond proceeds, General Fund transfers and investment pool interest earnings which are primarily used for the acquisition or construction of major capital facilities and for repair and maintenance projects.

The **Transportation Revenue Bonds Fund** accounts for the accumulation of financing resources for the construction, maintenance, and repair of certain major highway projects and administrative facilities.

State of Wisconsin

**Combining Balance Sheet - All Capital Projects Funds
June 30, 1998**

(In Thousands)

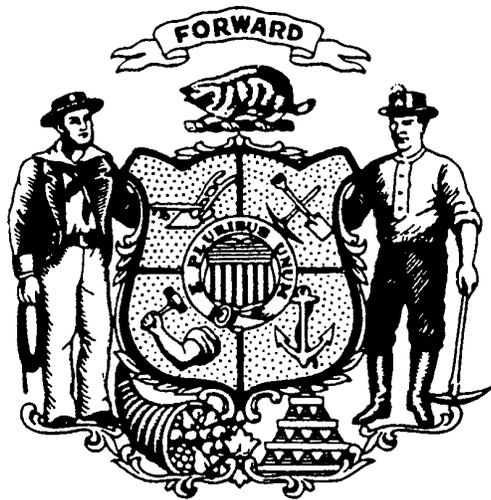
	Building Trust	Energy Efficiency	Capital Improvement	Transportation Revenue Bonds	Totals
Assets					
Cash and Cash Equivalents	\$ 27,035	\$ 1,996	\$ 25,987	\$ 3,492	\$ 58,511
Investments	-	-	-	41,497	41,497
Receivables (net of estimated uncollectible accounts):					
Other Receivables	33	-	-	918	951
Due from Other Funds	1,187	-	1,007	2	2,196
Interfund Loans Receivable	-	-	4,297	-	4,297
Advances to Other Funds	-	3,000	-	-	3,000
Total Assets	\$ 28,255	\$ 4,996	\$ 31,292	\$ 45,909	\$ 110,451
Liabilities and Fund Balances					
Liabilities:					
Accounts Payable and Other					
Accrued Liabilities	\$ 449	\$ -	\$ 9,131	\$ -	\$ 9,580
Due to Other Funds	148	-	2,032	15,484	17,664
Due to Other Governments	-	-	1,764	-	1,764
Tax and Other Deposits	2	-	-	-	2
Deferred Revenue	4	-	-	-	4
Interest Payable	-	-	-	848	848
Short-term Notes Payable	-	-	82,628	157,763	240,391
Total Liabilities	602	-	95,554	174,095	270,251
Fund Balances:					
Reserved for Encumbrances	1,842	-	75,946	71,173	148,961
Reserved for Advances to Other Funds	-	3,000	-	-	3,000
Unreserved:					
Undesignated	25,811	1,996	(140,208)	(199,359)	(311,761)
Total Fund Balances	27,653	4,996	(64,263)	(128,186)	(159,800)
Total Liabilities and Fund Balances	\$ 28,255	\$ 4,996	\$ 31,292	\$ 45,909	\$ 110,451

State of Wisconsin

**Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - All Capital Projects Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Building Trust	Energy Efficiency	Capital Improvement	Transportation Revenue Bonds	Totals
Revenues:					
Intergovernmental	\$ 664	\$ -	\$ -	\$ -	664
Licenses and Permits	-	-	-	301	301
Charges for Goods and Services	-	-	3,238	-	3,238
Investment and Interest Income	1,362	129	6,247	4,348	12,087
Other Revenues	3,646	276	-	-	3,922
Total Revenues	5,672	406	9,486	4,649	20,213
Expenditures:					
Current:					
Commerce	10	-	1,029	-	1,039
Education	464	-	2,647	-	3,110
Transportation	11	-	1,232	-	1,243
Environmental Resources	254	-	27,631	-	27,885
Human Relations and Resources	2,609	-	20,415	-	23,024
General Executive	7,044	-	200	-	7,244
Other General Expenditures	30	-	-	-	30
Capital Outlay	4,042	-	43,831	95,594	143,467
Debt Service:					
Interest	-	-	5,513	-	5,513
Total Expenditures	14,464	-	102,497	95,594	212,555
Excess of Revenues Over (Under) Expenditures	(8,792)	406	(93,011)	(90,945)	(192,342)
Other Financing Sources (Uses):					
Proceeds from Sale of Bonds	-	-	150,699	-	150,699
Operating Transfers In	7,880	-	3,869	-	11,749
Operating Transfers Out	(276)	-	(3,744)	(1)	(4,021)
Installment Purchase Acquisitions	-	-	856	-	856
Total Other Financing Sources (Uses)	7,604	-	151,679	(1)	159,282
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(1,188)	406	58,668	(90,946)	(33,060)
Fund Balances, Beginning of Year	20,850	4,590	(87,060)	(37,240)	(98,861)
Residual Equity Transfers In	7,991	-	-	-	7,991
Residual Equity Transfers Out	-	-	(35,870)	-	(35,870)
Fund Balances, End of Year	\$ 27,653	\$ 4,996	\$ (64,263)	\$ (128,186)	\$ (159,800)



ENTERPRISE: Enterprise funds account for business-like State activities that provide goods and/or services to the public and are financed primarily through user charges. The State's enterprise funds are described below:

The **State Fair Park Fund** accounts for the annual State Fair, and various year round major sports events, agricultural and industrial expositions, and other programs of civic interest. Its revenues are derived from admissions, fees, rents and sales, with no contributions from the State.

The **Home For Veterans Fund** accounts for nursing home care for veterans and their spouses. The costs associated with providing this care are funded by private pay charges, the U.S. Department of Veterans Affairs and Medical Assistance.

The **Mendota Mental Health Institute Fund** and the **Winnebago Mental Health Institute Fund** account for the diagnosis, care and treatment of individuals with mental and emotional disturbances. The services are provided with funds collected from third parties and contributions from the State.

The **Northern Developmental Disabilities Center Fund**, the **Central Developmental Disabilities Center Fund** and the **Southern Developmental Disabilities Center Fund** account for services provided to developmentally disabled citizens with the goal of ultimately returning such persons to the community if possible. These services are provided with funds collected from third parties and contributions from the State.

The **Institutional Farm Operations Fund** accounts for the revenues and expenses associated with employing inmates in agricultural and other work activities. The associated costs are funded from farm product sales and a General Fund supplement.

The **Institutional Canteen Operations Fund** accounts for the program which provides goods for the education, recreation, and convenience of institutionalized patients and inmates. Charges made to patients and inmates are the primary source of funds for these activities.

The **Lottery Fund** accounts for State managed lottery activities used to provide property tax relief to taxpayers. Revenues are derived from ticket sales which are used to pay winners, commissions to retailers, operating expenses and property tax relief.

The **Health Insurance Risk Sharing Plan Fund** accounts for major medical and medicare supplement coverage for Wisconsin residents under sixty-five who are unable to obtain health insurance coverage in the private market. This service is primarily funded by premiums and assessments collected from State health insurers.

The **Local Government Property Insurance Fund** accounts for property insurance coverage provided to local governments in Wisconsin. This insurance is financed with premiums collected from policyholders and income on investments.

The **State Life Insurance Fund** accounts for the program to provide State sponsored life insurance to residents of Wisconsin in a manner consistent with private insurers. This insurance is financed with premiums collected from policyholders and investment earnings.

The **Patients Compensation Fund** accounts for the program to provide excess medical malpractice insurance for Wisconsin health care providers. The revenues to finance this insurance are primarily derived from assessments against health care providers.

The **Income Continuation Insurance Fund** accounts for long-term and short-term disability benefits (up to 75 percent of gross salary) for employees of the State and of participating local public employers and operates on a self-insured basis.

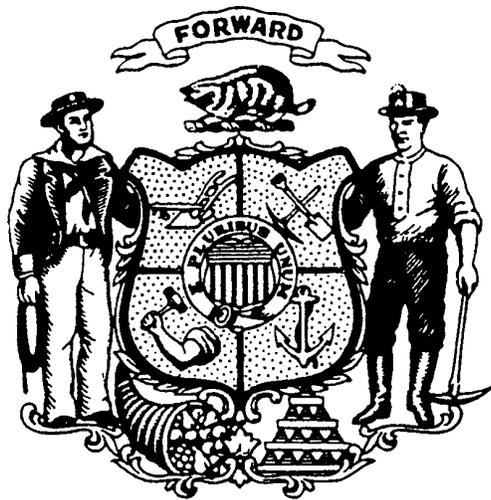
The **Duty Disability Fund** accounts for the compensation of protective category employees of the Wisconsin Retirement System for duty-related disabilities.

The **Long-term Disability Insurance Fund** accounts for long term disability benefits paid to Wisconsin Retirement System participants. The premiums to finance this alternative disability coverage are received from the Wisconsin Retirement System.

The **Health Insurance Fund** accounts for group health insurance plans provided on a self-insured, fee for service basis or prepaid basis to current and retired employees of the State and of participating local public employers.

The **Tuition Trust Fund** accounts for the program that allows participants to invest in order to meet the cost of future tuition expenses.

(Continued)



(Continued)

The **Environmental Improvement Fund** accounts for financial resources generated and used for clean water projects. Federal capitalization grants, interest earnings, revenue bond proceeds and general obligation bond proceeds are its primary revenue sources.

The **Veterans Trust Fund** accounts for various programs for veterans, including loans and grants to individuals and organizations and the operations of the Wisconsin Veterans Museum. Revenues to finance this program are primarily derived from veteran loan payments and investment income.

The **Veterans Mortgage Loan Repayment Fund** accounts for the issuance and administration of veteran's first mortgage loans. Revenues are primarily derived from bond proceeds, mortgage payments and investment income.

The **Wisconsin Education Revenue Bonds Fund** accounts for bond proceeds to provide health education loans to fulltime medical and dental students at qualifying universities or colleges in Wisconsin.

The **Transportation Infrastructure Loan Fund** accounts for the development of innovative financing mechanisms that will more effectively use federal financial transportation resources. Federal Highway Administration funds, and interest from the fund balance and from loan recipients, are the primary revenues for this fund.

The **Wisconsin Public Broadcasting Foundation (Foundation) Fund** accounts for financial resources generated to support the activities of the Wisconsin Educational Communications Board. The primary revenue sources of the Foundation are from gifts, grants and contributions.

State of Wisconsin

**Combining Balance Sheet - All Enterprise Funds
June 30, 1998**

(In Thousands)

	State Fair Park	Home for Veterans	Mendota Mental Health Institute	Winnebago Mental Health Institute	Northern Developmental Disabilities Center	Central Developmental Disabilities Center
Assets						
Cash and Cash Equivalents	\$ 2,495	\$ 3,918	\$ 29	\$ 20	\$ 14	\$ 16
Investments	-	-	-	-	-	-
Receivables (net of estimated uncollectible accounts):						
Student Loans	-	-	-	-	-	-
Veterans Loans	-	-	-	-	-	-
Mortgage Loans	-	-	-	-	-	-
Insurance Policy Loans	-	-	-	-	-	-
Loans to Local Governments	-	-	-	-	-	-
Other Receivables	527	223	8,484	14,588	3,061	1,401
Due from Other Funds	13	2	702	776	4,664	8,498
Due from Component Units	-	-	-	-	-	-
Due from Other Governments	-	3,631	-	-	-	-
Inventories	250	942	120	315	249	187
Prepaid Items	80	249	256	193	272	367
Advances to Other Funds	-	-	-	-	-	-
Restricted and Limited Use Assets:						
Cash and Cash Equivalents	-	-	-	-	-	-
Deferred Charges	6	-	-	-	-	-
Fixed Assets (net of accumulated depreciation)	30,136	24,957	15,752	19,630	13,991	12,053
Other Assets	-	-	-	-	-	-
Total Assets	\$ 33,506	\$ 33,922	\$ 25,343	\$ 35,523	\$ 22,251	\$ 22,521
Liabilities and Fund Equity						
Liabilities:						
Accounts Payable and Other						
Accrued Liabilities	\$ 854	\$ 1,812	\$ 1,732	\$ 1,587	\$ 1,234	\$ 2,012
Due to Other Funds	1,000	1,502	3,513	6,110	2,618	2,288
Interfund Loans Payable	-	-	4,915	7,686	5,152	7,068
Due to Other Governments	1	-	76	31	-	39
Tax and Other Deposits	42	2	-	-	-	-
Deferred Revenue	1,603	-	-	-	-	-
Interest Payable	121	-	-	-	-	-
Short-term Notes Payable	235	-	-	-	-	-
Future Benefits and Loss Liabilities	-	-	-	-	-	-
Capital Leases	-	226	94	-	-	-
Compensated Absences	51	548	999	915	671	1,223
General Obligation Bonds Payable	13,277	-	-	-	-	-
Revenue Bonds Payable	-	-	-	-	-	-
Total Liabilities	17,184	4,090	11,328	16,329	9,675	12,631
Fund Equity:						
Contributed Capital	14,506	37,180	26,160	29,964	27,902	22,535
Retained Earnings:						
Reserved for Future Benefits	-	-	-	-	-	-
Reserved for Market Value Adjustments	-	-	-	-	-	-
Unreserved	1,816	(7,348)	(12,146)	(10,770)	(15,326)	(12,645)
Total Fund Equity	16,322	29,832	14,014	19,194	12,576	9,890
Total Liabilities and Fund Equity	\$ 33,506	\$ 33,922	\$ 25,343	\$ 35,523	\$ 22,251	\$ 22,521

Southern Developmental Disabilities Center	Institutional Farm Operations	Institutional Canteen Operations	Lottery	Health Insurance Risk Sharing Plan	Local Government Property Insurance	State Life Insurance
\$ 18	\$ -	\$ 644	\$ 70,143	\$ 4,076	\$ 11,181	\$ 6,798
-	-	23	264,594	-	12,283	60,918
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	3,797
-	-	-	-	-	-	-
902	232	130	5,213	5,412	2,423	1,039
3,127	47	7	932	-	44	-
-	-	-	-	-	-	-
-	-	-	-	-	1,537	-
312	2,712	782	1,924	-	-	-
262	14	9	49,224	1	-	7
-	-	-	-	-	2,000	-
-	-	-	-	-	-	-
-	-	-	-	-	-	645
14,808	4,642	71	874	-	-	66
-	-	-	9,681	-	-	-
\$ 19,429	\$ 7,648	\$ 1,666	\$ 402,585	\$ 9,490	\$ 29,467	\$ 73,270
\$ 3,703	\$ 167	\$ 238	\$ 262,242	\$ 414	\$ 156	\$ 530
2,356	36	70	9,662	13	6	14
480	4,784	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	6	-	-	9,299
-	-	16	801	3,237	4,355	-
-	5	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	10,461	4,363	50,594
-	326	-	-	-	-	-
525	52	6	126	-	-	1
-	-	-	-	-	-	-
-	-	-	-	-	-	-
7,065	5,371	329	272,839	14,124	8,881	60,439
30,818	2,700	36	51	-	-	-
-	-	-	-	-	-	12,832
-	-	-	-	-	-	-
(18,453)	(422)	1,301	129,695	(4,634)	20,587	-
12,365	2,278	1,337	129,746	(4,634)	20,587	12,832
\$ 19,429	\$ 7,648	\$ 1,666	\$ 402,585	\$ 9,490	\$ 29,467	\$ 73,270

(Continued)

State of Wisconsin

Combining Balance Sheet - All Enterprise Funds
June 30, 1998

(Continued)

	Patients Compensation	Income Continuation Insurance	Duty Disability	Long-term Disability Insurance	Health Insurance	Tuition Trust
Cash and Cash Equivalents	\$ 10,555	\$ 70,991	\$ 36,905	\$ 194,190	\$ 33,042	\$ 675
Investments	444,364	-	-	-	-	1,880
Receivables (net of estimated uncollectible accounts):						
Student Loans	-	-	-	-	-	-
Veterans Loans	-	-	-	-	-	-
Mortgage Loans	-	-	-	-	-	-
Insurance Policy Loans	-	-	-	-	-	-
Loans to Local Governments	-	-	-	-	-	-
Other Receivables	7,277	1,102	9	5	-	21
Due from Other Funds	-	8,032	8,840	20,534	1,170	-
Due from Component Units	11	-	-	-	-	-
Due from Other Governments	-	-	-	-	-	-
Inventories	2	-	-	-	-	-
Prepaid Items	2	-	-	-	28,717	-
Advances to Other Funds	-	-	-	-	-	-
Restricted Assets:						
Cash and Cash Equivalents	-	-	-	-	-	-
Deferred Charges	-	-	-	-	-	-
Fixed Assets (net of accumulated depreciation)	17	-	-	-	-	13
Other Assets	-	-	-	-	-	-
Total Assets	\$ 462,228	\$ 80,125	\$ 45,754	\$ 214,729	\$ 62,929	\$ 2,589
Liabilities and Fund Equity						
Liabilities:						
Accounts Payable and Other						
Accrued Liabilities	\$ 509	\$ 738	\$ -	\$ 209	\$ 1,616	\$ 321
Due to Other Funds	114	48	17	552	162	658
Interfund Loans Payable	-	-	-	-	-	-
Due to Other Governments	-	-	-	-	-	-
Tax and Other Deposits	-	-	-	-	-	-
Deferred Revenue	2,928	63	-	-	32,723	-
Interest Payable	-	-	-	-	-	-
Short-term Notes Payable	-	-	-	-	-	-
Future Benefits and Loss Liabilities	480,839	44,192	196,965	14,614	7,409	2,061
Capital Leases	-	-	-	-	-	-
Compensated Absences	10	-	-	-	-	-
General Obligation Bonds Payable	-	-	-	-	-	-
Revenue Bonds Payable	-	-	-	-	-	-
Total Liabilities	484,400	45,041	196,982	15,375	41,910	3,040
Fund Equity:						
Contributed Capital	-	-	-	-	-	-
Retained Earnings:						
Reserved for Future Benefits	-	-	-	-	-	-
Reserved for Market Value Adjustments	-	29,030	7,166	44,622	-	-
Unreserved	(22,172)	6,054	(158,394)	154,732	21,019	(451)
Total Fund Equity	(22,172)	35,084	(151,228)	199,354	21,019	(451)
Total Liabilities and Fund Equity	\$ 462,228	\$ 80,125	\$ 45,754	\$ 214,729	\$ 62,929	\$ 2,589

Environmental Improvement	Veterans Trust	Veterans Mortgage Loan Repayment	Wisconsin Education Revenue Bonds	Transportation Infrastructure Loan	Wisconsin Public Broadcasting Foundation	Totals
\$ 212,506	\$ 27,464	\$ 195,575	\$ 547	\$ -	\$ 3,308	\$ 885,111
120,705	-	-	-	-	1,550	906,318
-	-	-	5,105	-	-	5,105
-	30,704	-	-	-	-	30,704
-	57,478	602,088	-	-	-	659,566
-	-	-	-	-	-	3,797
771,469	-	-	-	-	-	771,469
677	564	3,314	-	-	82	56,684
16	898	1,100	-	375	201	59,980
-	-	-	-	-	-	11
4,992	-	-	-	-	6	10,166
-	72	-	-	-	-	7,865
10	37	46	-	-	-	79,746
-	-	-	-	-	-	2,000
40,755	-	-	-	-	-	40,755
3,179	-	4,862	-	-	-	8,693
32	4,707	69	-	-	-	141,818
-	-	44	-	-	-	9,725
\$ 1,154,341	\$ 121,924	\$ 807,099	\$ 5,652	\$ 375	\$ 5,147	\$ 3,679,514
\$ 134	\$ 749	\$ 24,688	\$ -	\$ -	\$ 525	\$ 306,169
472	156	1,035	370	-	63	32,836
-	-	-	-	-	-	30,085
467	5	-	-	-	1	620
-	28	1	-	-	-	9,379
-	-	992	-	-	49	46,768
2,338	-	5,391	19	-	-	7,874
-	-	-	-	-	-	235
-	-	-	-	-	-	811,498
-	-	-	-	-	-	645
77	70	187	-	-	-	5,462
-	844	697,495	-	-	-	711,616
509,027	-	-	3,482	-	-	512,509
512,515	1,851	729,789	3,871	-	638	2,475,697
641,122	156,754	-	-	-	-	989,728
-	-	-	-	-	-	12,832
-	-	-	-	-	-	80,818
704	(36,682)	77,310	1,781	375	4,509	120,439
641,826	120,072	77,310	1,781	375	4,509	1,203,818
\$ 1,154,341	\$ 121,924	\$ 807,099	\$ 5,652	\$ 375	\$ 5,147	\$ 3,679,514

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings - All Enterprise Funds For the Fiscal Year Ended June 30, 1998

(In Thousands)

	State Fair Park	Home for Veterans	Mendota Mental Health Institute	Winnebago Mental Health Institute	Northern Developmental Disabilities Center	Central Developmental Disabilities Center
Operating Revenues:						
Charges for Goods and Services	\$ 14,052	\$ 36,338	\$ 16,222	\$ 18,487	\$ 31,534	\$ 48,115
Contributions	-	-	-	-	-	-
Investment and Interest Income	-	-	-	-	-	-
Other Income	20	-	-	-	-	-
Total Operating Revenues	14,071	36,338	16,222	18,487	31,534	48,115
Operating Expenses:						
Personal Services	4,608	27,446	31,688	27,763	26,072	39,662
Supplies and Services	7,180	6,842	5,202	4,437	4,606	7,795
Lottery Prize Awards	-	-	-	-	-	-
Depreciation	1,349	2,161	715	949	1,175	815
Benefit Expense	-	-	-	-	-	-
Interest Expense	-	-	-	-	-	-
Other Expenses	21	-	-	-	-	-
Total Operating Expenses	13,158	36,448	37,605	33,149	31,852	48,271
Operating Income (Loss)	913	(110)	(21,384)	(14,662)	(318)	(157)
Nonoperating Revenues (Expenses):						
Operating Grants	-	12	103	74	-	89
Investment and Interest Income	-	-	1	1	15	-
Gain (Loss) on Disposal of Fixed Assets	-	(8)	1	2	7	(1)
Interest Expense	(584)	(17)	(11)	-	-	(1)
Other Revenues	-	376	3,842	1,301	165	125
Other Expenses:						
Property Tax Credits	-	-	-	-	-	-
Grants Disbursed	-	-	-	-	-	-
Other	(309)	-	-	-	-	-
Total Nonoperating Revenues (Expenses)	(893)	363	3,936	1,377	187	212
Income (Loss) Before Operating Transfers	20	253	(17,447)	(13,285)	(131)	55
Operating Transfers In	8	20	19,873	15,903	7	181
Operating Transfers Out	(164)	(725)	(241)	(236)	(1,299)	(964)
Net Income before Extraordinary Items	(136)	(451)	2,185	2,383	(1,423)	(729)
Extraordinary Items:						
Gain on Casualty Settlement	-	-	-	-	-	-
Net Income (Loss)	(136)	(451)	2,185	2,383	(1,423)	(729)
Retained Earnings, Beginning of Year	1,952	(6,896)	(14,331)	(13,153)	(13,904)	(11,916)
Residual Equity Transfers Out	-	-	-	-	-	-
Retained Earnings, End of Year	\$ 1,816	\$ (7,348)	\$ (12,146)	\$ (10,770)	\$ (15,326)	\$ (12,645)

Southern Developmental Disabilities Center	Institutional Farm Operations	Institutional Canteen Operations	Lottery	Health Insurance Risk Sharing Plan	Local Government Property Insurance	State Life Insurance
\$ 36,250	\$ 2,386	\$ 7,892	\$ 418,640	\$ 30,565	\$ 7,916	\$ 2,746
-	-	-	-	-	-	-
-	-	-	-	-	1,451	7,988
-	-	34	123	-	-	2
36,250	2,386	7,925	418,763	30,565	9,367	10,736
29,848	1,000	652	3,736	31	61	218
6,309	1,707	7,230	51,151	998	495	193
-	-	-	238,389	-	-	-
1,052	209	35	626	-	-	12
-	-	-	-	39,229	7,106	2,995
-	-	-	-	-	-	430
-	-	38	-	1,086	162	3,640
37,210	2,916	7,955	293,902	41,344	7,823	7,487
(959)	(530)	(30)	124,862	(10,779)	1,544	3,249
6	-	-	-	-	-	-
-	-	3	46,427	143	-	-
4	(6)	(3)	(18)	(5)	-	-
-	(17)	-	(1)	-	-	-
403	11	-	-	-	-	-
-	-	-	(157,955)	-	-	-
-	-	-	-	-	-	-
-	-	(12)	-	-	-	-
414	(12)	(12)	(111,546)	138	-	-
(546)	(543)	(42)	13,315	(10,640)	1,544	3,249
-	809	317	-	6,000	-	-
(983)	(3)	(351)	(10,269)	-	-	-
(1,528)	263	(76)	3,047	(4,640)	1,544	3,249
-	8	-	-	-	-	-
(1,528)	272	(76)	3,047	(4,640)	1,544	3,249
(16,925)	(694)	1,377	126,649	6	19,043	9,583
-	-	-	-	-	-	-
\$ (18,453)	\$ (422)	\$ 1,301	\$ 129,695	\$ (4,634)	\$ 20,587	\$ 12,832

(Continued)

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings - All Enterprise Funds For the Fiscal Year Ended June 30, 1998

(Continued)

	Patients Compensation	Income Continuation Insurance	Duty Disability	Long-term Disability Insurance	Health Insurance	Tuition Trust
Operating Revenues:						
Charges for Goods and Services	\$ 50,330	\$ -	\$ -	\$ -	\$ -	2,121
Contributions	-	8,347	24,296	10,235	384,306	-
Investment and Interest Income	50,178	11,255	6,562	32,967	2,598	136
Other Income	6	-	-	-	-	-
Total Operating Revenues	<u>100,515</u>	<u>19,602</u>	<u>30,858</u>	<u>43,203</u>	<u>386,904</u>	<u>2,257</u>
Operating Expenses:						
Personal Services	315	-	-	-	-	195
Supplies and Services	504	579	-	129	332,305	202
Lottery Prize Awards	-	-	-	-	-	-
Depreciation	15	-	-	-	-	4
Benefit Expense	83,464	9,930	24,496	6,006	54,777	2,061
Interest Expense	-	-	-	-	-	-
Other Expenses	-	601	29	105	2,781	-
Total Operating Expenses	<u>84,297</u>	<u>11,109</u>	<u>24,525</u>	<u>6,239</u>	<u>389,863</u>	<u>2,462</u>
Operating Income (Loss)	<u>16,217</u>	<u>8,493</u>	<u>6,333</u>	<u>36,963</u>	<u>(2,959)</u>	<u>(204)</u>
Nonoperating Revenues (Expenses):						
Operating Grants	-	-	-	-	-	-
Investment and Interest Income	-	-	-	-	-	-
Gain (Loss) on Disposal of Fixed Assets	(5)	-	-	-	-	-
Interest Expense	-	-	-	-	-	-
Other Revenues	7	77	-	-	52	-
Other Expenses:						
Property Tax Credits	-	-	-	-	-	-
Grants Disbursed	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total Nonoperating Revenues (Expenses)	<u>3</u>	<u>77</u>	<u>-</u>	<u>-</u>	<u>52</u>	<u>-</u>
Income (Loss) Before Operating Transfers	16,220	8,570	6,333	36,963	(2,907)	(204)
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Net Income before Extraordinary Items	16,220	8,570	6,333	36,963	(2,907)	(204)
Extraordinary Items:						
Gain on Casualty Settlement	-	-	-	-	-	-
Net Income (Loss)	16,220	8,570	6,333	36,963	(2,907)	(204)
Retained Earnings, Beginning of Year	(38,392)	26,514	(157,561)	162,391	23,926	(247)
Residual Equity Transfers Out	-	-	-	-	-	-
Retained Earnings, End of Year	<u>\$ (22,172)</u>	<u>\$ 35,084</u>	<u>\$ (151,228)</u>	<u>\$ 199,354</u>	<u>\$ 21,019</u>	<u>\$ (451)</u>

Environmental Improvement	Veterans Trust	Veterans Mortgage Loan Repayment	Wisconsin Education Revenue Bonds	Transportation Infrastructure Loan	Wisconsin Public Broadcasting Foundation	Totals
\$ -	\$ 339	\$ -	\$ -	\$ -	\$ -	723,933
-	-	-	-	-	-	427,184
23,643	6,399	37,122	672	-	-	180,971
-	-	-	-	-	5,956	6,140
23,643	6,738	37,122	672	-	5,956	1,338,228
2,740	2,279	3,122	-	-	731	202,166
615	789	699	101	-	448	440,513
-	-	-	-	-	-	238,389
20	118	51	-	-	-	9,305
-	-	-	-	-	-	230,062
27,005	-	35,881	475	-	-	63,792
-	4,185	2,941	-	-	-	15,589
30,380	7,372	42,695	576	-	1,179	1,199,816
(6,737)	(634)	(5,573)	96	-	4,777	138,411
1,578	31	-	-	-	1,150	3,043
24,209	1,674	6,110	10	-	466	79,059
-	-	-	-	-	-	(32)
-	-	-	-	-	-	(631)
-	-	-	-	-	-	6,361
-	-	-	-	-	-	(157,955)
(4,118)	-	-	-	-	-	(4,118)
(492)	6	-	-	-	-	(807)
21,176	1,711	6,110	10	-	1,616	(75,080)
14,440	1,078	538	106	-	6,393	63,331
-	-	3,015	-	375	-	46,508
-	(15)	(4)	-	-	(5,828)	(21,080)
14,440	1,063	3,548	106	375	565	88,759
-	-	-	-	-	-	8
14,440	1,063	3,548	106	375	565	88,767
(13,736)	(37,744)	141,800	1,675	-	3,944	193,361
-	-	(68,038)	-	-	-	(68,038)
\$ 704	\$ (36,682)	\$ 77,310	\$ 1,781	\$ 375	\$ 4,509	\$ 214,089

State of Wisconsin

Combining Statement of Cash Flows - All Enterprise Funds
For the Fiscal Year Ended June 30, 1998

(In Thousands)

	State Fair Park	Home for Veterans	Mendota Mental Health Institute	Winnebago Mental Health Institute	Northern Developmental Disabilities Center	Central Developmental Disabilities Center
Cash Flows from Operating Activities:						
Cash Receipts from Customers	\$ 14,110	\$ 36,351	\$ 14,985	\$ 15,749	\$ 29,397	\$ 46,133
Cash Payments to Suppliers for						
Goods and Services	(7,690)	(6,979)	(5,217)	(4,444)	(4,948)	(5,988)
Cash Payments to Employees for Services	(4,639)	(26,589)	(31,378)	(26,869)	(24,452)	(39,980)
Cash Payments for Lottery Prizes	-	-	-	-	-	-
Cash Payments for Loans Originated	-	-	-	-	-	-
Cash Payments for Benefits	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Collection of Loans	-	-	-	-	-	-
Other Operating Revenues	20	-	-	-	-	-
Other Operating Expenses	(21)	-	-	-	-	-
Other Sources of Cash	-	377	3,729	1,224	173	207
Other Uses of Cash	-	-	-	-	-	(1)
Net Cash Provided (Used) by Operating Activities	1,780	3,160	(17,881)	(14,340)	170	370
Cash Flows from Noncapital						
Financing Activities:						
Operating Grants Receipts	-	12	103	74	-	89
Grants for Loans to Governments	-	-	-	-	-	-
Proceeds from Issuance of Long-term Debt	-	-	-	-	-	-
Retirement of Long-term Debt	-	-	-	-	-	-
Interest Payments	-	-	-	-	-	-
Interfund Loans Received	-	-	-	-	1,186	360
Interfund Loans Repaid	-	-	(2,189)	(2,007)	-	-
Interfund Loans to Other Funds	-	-	-	-	-	-
Interfund Advances	-	-	-	-	-	-
Operating Transfers In	8	20	20,274	16,520	7	182
Operating Transfers Out	(164)	(722)	(241)	(244)	(1,309)	(964)
Residual Equity Transfers In	-	-	-	-	-	-
Residual Equity Transfers Out	-	-	-	-	-	-
Other Cash Inflows from Noncapital Financing Activities	-	-	-	-	-	-
Other Cash Outflows from Noncapital Financing Activities:						
Property Tax Credits	-	-	-	-	-	-
Grants Disbursed	-	-	-	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	(156)	(690)	17,947	14,342	(116)	(333)
Cash Flows from Capital and Related						
Financing Activities:						
Proceeds from Issuance of Long-term Debt	750	-	-	-	-	-
Repayment of Long-term Debt	(718)	-	-	-	-	-
Interest Payments	(584)	(12)	(11)	-	-	-
Capital Lease Obligations	(6)	(24)	(68)	-	-	-
Proceeds from Sale of Fixed Assets	-	-	-	-	9	-
Payments for Purchase of Fixed Assets	(951)	(198)	(71)	(48)	(74)	(27)
Other Cash Inflows from Capital Financing Activities	-	-	87	43	-	-
Other Cash Outflows from Capital Financing Activities	(298)	-	-	-	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(1,806)	(234)	(63)	(4)	(65)	(27)
Cash Flows from Investing Activities:						
Proceeds from Sale and Maturities of Investment Securities	-	-	-	-	-	-
Purchase of Investment Securities	-	-	-	-	-	-
Cash Payments for Loans Originated	-	-	-	-	-	-
Collection of Loans	-	-	-	-	-	-
Investment and Interest Receipts	-	-	1	1	15	-
Net Cash Provided (Used) by Investing Activities	-	-	1	1	15	-
Net Increase (Decrease) in Cash and Cash Equivalents	(183)	2,236	3	(1)	4	10
Cash and Cash Equivalents, Beginning of Year	2,677	1,682	26	21	10	6
Cash and Cash Equivalents, End of Year	\$ 2,495	\$ 3,918	\$ 29	\$ 20	\$ 14	\$ 16

Southern Developmental Disabilities Center	Institutional Farm Operations	Institutional Canteen Operations	Lottery	Health Insurance Risk Sharing Plan	Local Government Property Insurance	State Life Insurance
\$ 34,912	\$ 2,318	\$ 7,881	\$ 426,724	\$ 31,018	\$ 9,471	\$ 2,749
(4,462)	(2,043)	(7,216)	(31,391)	(813)	(495)	(79)
(30,151)	(964)	(638)	(3,686)	(35)	(61)	(217)
-	-	-	(257,687)	-	-	-
-	-	-	-	(36,578)	(5,895)	(1,728)
-	-	-	-	-	219	-
-	-	-	-	-	-	-
-	-	36	-	-	-	2
-	-	(35)	(25,440)	(1,086)	(59)	(3,027)
522	23	-	-	-	-	-
-	(4)	-	-	-	-	-
821	(669)	29	108,520	(7,495)	3,181	(2,300)
6	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	(430)
238	-	-	-	-	-	-
-	(67)	-	-	-	-	-
-	-	-	-	-	-	-
-	968	317	-	6,000	2,000	-
(984)	(3)	(347)	(10,876)	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	(205,777)	-	-	-
-	-	-	-	-	-	-
(740)	899	(30)	(216,653)	6,000	2,000	(430)
-	-	-	-	-	-	-
-	(72)	-	-	-	-	-
-	(18)	-	-	-	-	-
-	-	-	-	-	-	-
(80)	(138)	-	2	(363)	-	(19)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(80)	(229)	-	(362)	-	-	(19)
-	-	13	28,754	11,940	276	8,175
-	-	-	(7,594)	(6,973)	(12,134)	(10,563)
-	-	-	-	-	-	(309)
-	-	-	-	-	-	289
-	-	3	6,648	143	1,191	5,228
-	-	16	27,809	5,110	(10,667)	2,820
-	-	14	(80,686)	3,615	(5,486)	70
18	-	630	150,829	461	16,667	6,728
\$ 18	\$ 0	\$ 644	\$ 70,143	\$ 4,076	\$ 11,181	\$ 6,798

(Continued)

State of Wisconsin

Combining Statement of Cash Flows - All Enterprise Funds
For the Fiscal Year Ended June 30, 1998

(Continued)

	Patients Compensation	Income Continuation Insurance	Duty Disability	Long-term Disability Insurance	Health Insurance	Tuition Trust
Cash Flows from Operating Activities:						
Cash Receipts from Customers	\$ 52,592	\$ 8,318	\$ 23,172	\$ 10,772	\$ 385,400	\$ 2,121
Cash Payments to Suppliers for Goods and Services	(404)	(1,106)	(12)	(208)	(337,240)	(3)
Cash Payments to Employes for Services	(307)	-	-	-	-	-
Cash Payments for Lottery Prizes	-	-	-	-	-	-
Cash Payments for Loans Originated	-	-	-	-	-	-
Cash Payments for Benefits	(22,731)	(7,800)	(16,103)	(2,167)	(54,183)	-
Interest Income	-	-	-	-	-	-
Collection of Loans	-	-	-	-	-	-
Other Operating Revenues	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-
Other Sources of Cash	7	77	-	-	52	-
Other Uses of Cash	-	-	-	-	-	-
Net Cash Provided (Used) by Operating Activities	29,157	(510)	7,057	8,397	(5,971)	2,118
Cash Flows from Noncapital Financing Activities:						
Operating Grants Receipts	-	-	-	-	-	-
Grants for Loans to Governments	-	-	-	-	-	-
Proceeds from Issuance of Long-term Debt	-	-	-	-	-	-
Retirement of Long-term Debt	-	-	-	-	-	-
Interest Payments	-	-	-	-	-	-
Interfund Loans Received	-	-	-	-	-	-
Interfund Loans Repaid	-	-	-	-	-	-
Interfund Loans to Other Funds	-	-	-	-	-	-
Interfund Advances	-	-	-	-	-	-
Operating Transfers In	-	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-	-
Residual Equity Transfers In	-	-	-	-	-	-
Residual Equity Transfers Out	-	-	-	-	-	-
Other Cash Inflows from Noncapital Financing Activities	-	-	-	-	-	-
Other Cash Outflows from Noncapital Financing Activities:						
Property Tax Credits	-	-	-	-	-	-
Grants Disbursed	-	-	-	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	-	-	-	-	-	-
Cash Flows from Capital and Related Financing Activities:						
Proceeds from Issuance of Long-term Debt	-	-	-	-	-	-
Repayment of Long-term Debt	-	-	-	-	-	-
Interest Payments	-	-	-	-	-	-
Capital Lease Obligations	-	-	-	-	-	-
Proceeds from Sale of Fixed Assets	-	-	-	-	-	-
Payments for Purchase of Fixed Assets	-	-	-	-	-	-
Other Cash Flows from Capital Financing Activities	-	-	-	-	-	-
Other Cash Outflows from Capital Financing Activities	-	-	-	-	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	-	-	-	-	-	-
Cash Flows from Investing Activities:						
Proceeds from Sale and Maturities of Investment Securities	158	-	-	-	-	-
Purchase of Investment Securities	(54,838)	-	-	-	-	(1,559)
Cash Payments for Loans Originated	-	-	-	-	-	-
Collection of Loans	-	-	-	-	-	-
Interest and Dividends Receipts	28,278	19,573	4,967	27,194	2,010	116
Net Cash Provided (Used) by Investing Activities	(26,402)	19,573	4,967	27,194	2,010	(1,444)
Net Increase (Decrease) in Cash and Cash Equivalents	2,755	19,063	12,024	35,592	(3,960)	675
Cash and Cash Equivalents, Beginning of Year	7,800	51,929	24,881	158,598	37,002	-
Cash and Cash Equivalents, End of Year	\$ 10,555	\$ 70,991	\$ 36,905	\$ 194,190	\$ 33,042	\$ 675

Environmental Improvement	Veterans Trust	Veterans Mortgage Loan Repayment	Wisconsin Education Revenue Bonds	Transportation Infrastructure Loan	Wisconsin Public Broadcasting Foundation	Totals
\$ -	\$ 339	\$ -	\$ -	\$ -	\$ -	1,154,511
(762)	(1,659)	(1,106)	(132)	-	(448)	(424,846)
(2,802)	(2,303)	(2,196)	-	-	(731)	(197,998)
-	-	-	-	-	-	(257,687)
-	(11,649)	(134,421)	-	-	-	(146,069)
-	-	-	-	-	-	(147,185)
-	6,054	37,396	423	-	-	44,092
-	16,203	64,337	1,868	-	-	82,408
-	-	-	-	-	6,324	6,381
-	(3,858)	(3,271)	-	-	-	(36,796)
-	-	-	-	-	-	6,392
-	-	-	-	-	-	(5)
(3,565)	3,127	(39,261)	2,159	-	5,145	83,199
691	31	-	-	-	1,150	2,157
18,887	-	-	-	-	-	18,887
90,819	-	142,302	-	-	-	233,122
(14,270)	-	(10,242)	(2,035)	-	-	(26,547)
(26,202)	-	(35,159)	(274)	-	-	(62,064)
-	-	-	-	-	-	1,784
-	-	-	-	-	-	(4,263)
-	-	17,516	-	-	-	17,516
-	-	-	-	-	-	2,000
-	-	3,015	-	-	-	47,310
-	(15)	(4)	-	-	(5,828)	(21,700)
28,000	5,627	-	-	-	-	33,627
(4,000)	-	(5,627)	-	-	-	(9,627)
-	6	-	-	-	-	6
-	-	-	-	-	-	(205,777)
(4,118)	-	-	-	-	-	(4,118)
89,808	5,649	111,800	(2,309)	-	(4,678)	22,311
-	-	-	-	-	-	750
-	-	-	-	-	-	(790)
-	-	-	-	-	-	(626)
-	-	-	-	-	-	(98)
-	-	-	-	-	-	11
(7)	(614)	(26)	-	-	-	(2,617)
-	-	-	-	-	-	130
-	-	-	-	-	-	(298)
(7)	(614)	(26)	-	-	-	(3,537)
16,743	-	-	-	-	101	66,160
(30,991)	-	-	-	-	966	(123,686)
(112,657)	-	-	-	-	-	(112,966)
38,382	-	-	-	-	-	38,671
42,931	1,674	6,110	10	-	333	146,425
(45,591)	1,674	6,110	10	-	1,400	14,605
40,645	9,836	78,624	(140)	-	1,867	116,577
212,617	17,628	116,950	687	-	1,441	809,289
\$ 253,262	\$ 27,464	\$ 195,575	\$ 547	\$ 0	\$ 3,308	\$ 925,866

(Continued)

**Combining Statement of Cash Flows - All Enterprise Funds
For the Fiscal Year Ended June 30, 1998**

(Continued)

	State Fair Park	Home for Veterans	Mendota Mental Health Institute	Winnebago Mental Health Institute	Northern Developmental Disabilities Center	Central Developmental Disabilities Center
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operations:						
Operating Income (Loss)	\$ 913	\$ (110)	\$ (21,384)	\$ (14,662)	\$ (318)	\$ (157)
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:						
Depreciation	1,349	2,161	715	949	1,175	815
Amortization	-	-	-	-	-	-
Provision for Uncollectible Accounts	22	-	-	-	-	-
Operating Income (Investment Income) Classified as Investing Activity	-	-	-	-	-	-
Operating Expense (Interest Expense) Classified as Noncapital Financing Activities	-	-	-	-	-	-
Miscellaneous Nonoperating Income (Expense)	-	364	3,842	1,301	173	206
Changes in Assets and Liabilities:						
Decrease (Increase) in Receivables	(242)	(63)	(1,444)	(2,571)	(1,930)	(58)
Decrease (Increase) in Due from Other Funds	61	12	93	(81)	605	(811)
Decrease (Increase) in Due from Component Units	-	-	-	-	-	-
Decrease (Increase) in Due from Other Governments	-	64	-	-	-	-
Decrease (Increase) in Inventories	(122)	(121)	53	(83)	(35)	5
Decrease (Increase) in Prepaid Items	29	(7)	(14)	(2)	(3)	(1)
Decrease (Increase) in Other Assets	-	-	-	-	-	-
Decrease (Increase) in Deferred Charges	-	-	-	-	-	-
Increase (Decrease) in Accounts Payable and Other Accrued Liabilities	(561)	97	103	92	(322)	(166)
Increase (Decrease) in Compensated Absences	(11)	33	30	94	(122)	14
Increase (Decrease) in Due to Other Funds	103	732	124	624	948	484
Increase (Decrease) in Due to Other Governments	1	(2)	-	-	-	39
Increase (Decrease) in Tax and Other Deposits	28	(1)	-	-	-	-
Increase (Decrease) in Deferred Revenue	211	-	-	-	-	-
Increase (Decrease) in Interest Payable	-	-	-	-	-	-
Increase (Decrease) in Future Benefits and Loss Liabilities	-	-	-	-	-	-
Total Adjustments	867	3,270	3,502	322	488	527
Net Cash Provided by Operating Activities	\$ 1,780	\$ 3,160	\$ (17,881)	\$ (14,340)	\$ 170	\$ 370

**Noncash Investing, Capital and Financing
Activities:**

Capital Leases (Initial Year):						
Fair Market Value	\$ -	\$ 250	\$ -	\$ -	\$ -	\$ -
Current Year Cash Receipts (Payments)	-	(36)	-	-	-	-
Contributions/Transfer In (Out) of Noncash Assets and Liabilities from/to Other Funds	1,029	723	477	(759)	134	(39)
Other	-	-	-	-	-	-

Southern Developmental Disabilities Center	Institutional Farm Operations	Institutional Canteen Operations	Lottery	Health Insurance Risk Sharing Plan	Local Government Property Insurance	State Life Insurance
\$ (959)	\$ (530)	\$ (30)	124,862	\$ (10,779)	\$ 1,544	3,249
1,052	209	35	626	-	-	12
-	-	-	-	-	(33)	-
-	-	-	-	-	-	-
-	-	-	-	-	(1,241)	(7,988)
-	-	-	-	-	-	430
522	19	(9)	-	-	-	-
(891)	(23)	(33)	2,661	2,882	91	3
1,888	(34)	(1)	1	-	43	1
-	-	-	-	-	-	-
-	-	-	-	-	243	-
76	(225)	5	(723)	-	-	-
(4)	-	5	(1,333)	(1)	-	(4)
-	-	-	(367)	-	-	-
-	-	-	-	-	-	4
(2,617)	(13)	41	(17,356)	(1,060)	105	117
(49)	4	1	29	(1)	-	-
1,803	(76)	4	(77)	10	(2)	(1)
-	-	-	-	-	-	-
-	-	-	3	-	-	609
-	-	11	194	(1,710)	1,312	-
-	-	-	-	-	-	-
-	-	-	-	3,163	1,120	1,267
1,780	(139)	58	(16,341)	3,284	1,637	(5,549)
\$ 821	\$ (669)	\$ 29	\$ 108,520	\$ (7,495)	\$ 3,181	\$ (2,300)

\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
519	12	(162)	-	-	-	-
-	(6)	-	-	-	-	-

(Continued)

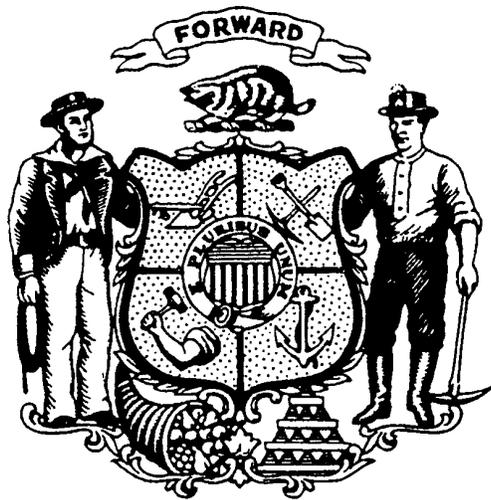
**Combining Statement of Cash Flows - All Enterprise Funds
For the Fiscal Year Ended June 30, 1998**

(Continued)

	Patients Compensation	Income Continuation Insurance	Duty Disability	Long-term Disability Insurance	Health Insurance	Tuition Trust
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operations:						
Operating Income (Loss)	\$ 16,217	\$ 8,493	\$ 6,333	\$ 36,963	\$ (2,959)	\$ (204)
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:						
Depreciation	15	-	-	-	-	4
Amortization	-	-	-	-	-	-
Provision for Uncollectible Accounts	30	-	-	-	-	-
Operating Income (Investment Income) Classified as Investing Activity	(50,178)	(11,255)	(6,562)	(32,967)	(2,598)	(136)
Operating Expense (Interest Expense) Classified as Noncapital Financing Activities	-	-	-	-	-	-
Miscellaneous Nonoperating Income (Expense)	7	77	-	-	52	-
Changes in Assets and Liabilities:						
Decrease (Increase) in Receivables	(448)	191	(9)	(5)	-	-
Decrease (Increase) in Due from Other Funds	-	(19)	(1,124)	-	(792)	-
Decrease (Increase) in Due from Component Units	(1)	-	-	-	-	-
Decrease (Increase) in Due from Other Governments	-	-	-	-	-	-
Decrease (Increase) in Inventories	1	-	-	-	-	-
Decrease (Increase) in Prepaid Items	2	-	-	-	(2,069)	-
Decrease (Increase) in Other Assets	-	-	-	-	-	-
Decrease (Increase) in Deferred Charges	-	-	-	-	-	-
Increase (Decrease) in Accounts Payable and Other Accrued Liabilities	91	277	-	81	475	-
Increase (Decrease) in Compensated Absences	4	-	-	-	-	-
Increase (Decrease) in Due to Other Funds	66	16	(1,179)	546	(84)	394
Increase (Decrease) in Due to Other Governments	-	-	-	-	-	-
Increase (Decrease) in Tax and Other Deposits	-	-	-	-	-	-
Increase (Decrease) in Deferred Revenue	2,619	(10)	-	-	1,886	-
Increase (Decrease) in Interest Payable	-	-	-	-	-	-
Increase (Decrease) in Future Benefits and Loss Liabilities	60,733	1,720	9,598	3,779	118	2,061
Total Adjustments	12,940	(9,003)	724	(28,566)	(3,012)	2,323
Net Cash Provided by Operating Activities	\$ 29,157	\$ (510)	\$ 7,057	\$ 8,397	\$ (5,971)	\$ 2,118
Noncash Investing, Capital and Financing Activities:						
Capital Leases (Initial Year):						
Fair Market Value	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Current Year Cash Receipts (Payments)	-	-	-	-	-	-
Contributions/Transfer In (Out) of Noncash Assets and Liabilities from/to Other Funds	-	-	-	-	-	-
Other	-	-	-	-	-	-

Environmental Improvement	Veterans Trust	Veterans Mortgage Loan Repayment	Wisconsin Education Revenue Bonds	Transportation Infrastructure Loan	Wisconsin Public Broadcasting Foundation	Totals
\$ (6,737)	\$ (634)	\$ (5,573)	96	\$ -	4,777	\$ 138,411
20	118	51	-	-	-	9,305
655	-	-	-	-	-	622
-	122	4	-	-	-	178
(23,643)	-	-	-	-	-	(136,569)
25,886	-	35,881	475	-	-	62,673
-	-	-	-	-	-	6,555
-	4,496	(83,885)	1,619	-	87	(79,572)
(1,781)	(892)	(828)	(32)	-	(186)	(3,876)
-	-	-	-	-	-	(1)
-	-	-	-	-	(3)	304
-	14	-	-	-	-	(1,158)
1	(2)	(2)	-	-	-	(3,404)
-	-	41	-	-	-	(326)
-	-	(334)	-	-	-	(330)
29	84	14,646	-	-	445	(5,410)
6	8	10	-	-	-	51
1,711	(53)	908	-	-	35	7,034
-	(4)	(6)	-	-	-	28
-	(131)	-	-	-	-	509
-	-	(173)	-	-	(9)	4,330
287	-	-	-	-	-	287
-	-	-	-	-	-	83,559
3,172	3,761	(33,688)	2,062	-	369	(55,212)
(3,565)	3,127	(39,261)	2,159	0	5,146	83,200

\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	250
-	-	-	-	-	-	(36)
-	63,743	(62,411)	-	-	-	3,266
-	-	-	-	-	-	(6)



Internal Service Funds

INTERNAL SERVICE: Internal service funds account for the operations of State agencies which render services to other State agencies, institutions, or other governmental units on a cost-reimbursement basis. The State's internal service funds are described below:

The **Services to Nonstate Governmental Units Fund** accounts for the costs associated with providing services to purchasers outside of State government. Moneys to finance these services come from user fees from the van pool and ride sharing program and from the sale of federal property.

The **Information Technology Services Fund** accounts for computing services provided to the State agencies and the purchase and installation of data processing and word processing equipment for State agencies requesting this service. The moneys to finance this service come from computing service charges.

The **Materials and Services to State Agencies Fund** accounts for the costs associated with providing materials and services to State agencies. Moneys to finance these costs come primarily from State agency user fees.

The **Fleet Services Fund** accounts for the costs associated with providing vehicle and aircraft services to State agencies. Moneys to finance these services come from user fees and the sale of used vehicles.

The **Building Construction Services Fund** accounts for the costs associated with providing building construction services to State agencies. Moneys to finance this service come from State agency user fees.

The **Printing and Other Services Fund** accounts for the costs associated with providing State agencies with printing services, document sales and mailing services. Moneys to cover these costs come from State agency user fees and the sale of documents.

The **State Telephone System Fund** accounts for the costs associated with providing State agencies and other governmental units with a State telecommunication system. Moneys to finance this system come from State agency user fees.

The **Financial Services Fund** accounts for the costs associated with providing accounting, auditing, payroll and other financial services to State agencies. Moneys to finance these services come from State agency user fees.

The **Facilities Operations and Maintenance Fund** accounts for the costs of operating State-owned facilities including utilities, heat, protective services, custodial and maintenance services and minor repair projects. The moneys to finance these costs are supplied from rents charged for facility and parking use and a general purpose revenue supplement for maintenance of the capitol and executive residence.

The **Risk Management Fund** accounts for the costs of losses for damage to property owned by agencies, personal injury or property damage liabilities incurred by a State officer, agent or employe, and workers' compensation costs for State employees. Moneys to finance these costs come from charges to State agencies.

The **Institutional Power Plant Fund** accounts for heat, electricity, water and sewer services provided primarily to State-owned institutions operated by the Department of Corrections and the Department of Health and Family Services. Revenues come from charges for these sales and services.

The **Central Warehouse Fund** accounts for the revenues generated in acting as the central purchasing and distribution center of commodities and certain supplies for State agencies and other governments. The revenues for this program are attributable to charges for goods and services.

The **Badger State Industries Fund** accounts for the program which gives inmates work experience in manufacturing goods and providing services. The sale of goods and services provides the moneys necessary to run the program.

State of Wisconsin

Combining Balance Sheet - All Internal Service Funds
June 30, 1998

(In Thousands)

	Services to Nonstate Governmental Units	Information Technology Services	Materials and Services to State Agencies	Fleet Services	Building Construction Services	Printing and Other Services
Assets						
Cash and Cash Equivalents	\$ -	\$ 1,426	\$ 1,400	\$ -	\$ 854	\$ 216
Receivables (net of estimated uncollectible accounts):						
Other Receivables	1	16	-	2	-	8
Due from Other Funds	212	7,231	694	1,728	3,286	1,985
Due from Component Units	-	-	3	1	-	125
Due from Other Governments	16	-	-	1	-	17
Inventories	-	-	-	109	-	734
Prepaid Items	1	49	28	9	50	862
Advances to Other Funds	-	-	-	-	-	-
Deferred Charges	-	-	-	-	-	-
Fixed Assets (net of accumulated depreciation)	857	20,067	501	22,038	85	1,571
Total Assets	\$ 1,087	\$ 28,789	\$ 2,626	\$ 23,890	\$ 4,275	\$ 5,517
Liabilities and Fund Equity						
Liabilities:						
Accounts Payable and Other						
Accrued Liabilities	\$ 42	\$ 3,475	\$ 459	\$ 1,344	\$ 496	\$ 543
Due to Other Funds	19	781	557	97	259	138
Interfund Loans Payable	1,911	-	-	21,493	-	3,822
Due to Other Governments	-	-	-	-	-	-
Deferred Revenue	-	-	406	-	834	-
Interest Payable	-	99	2	-	-	-
Short-term Notes Payable	-	-	-	-	-	-
Advances from Other Funds	-	1,896	-	-	-	-
Future Benefits and Loss Liabilities	-	-	-	-	-	-
Capital Leases	-	6,944	94	-	-	-
Compensated Absences	14	419	202	50	508	87
General Obligation Bonds Payable	-	-	-	-	-	-
Total Liabilities	1,987	13,615	1,721	22,984	2,097	4,590
Fund Equity:						
Contributed Capital	-	10,472	15	3	-	1,779
Retained Earnings:						
Unreserved	(900)	4,702	890	902	2,178	(853)
Total Fund Equity	(900)	15,174	905	905	2,178	927
Total Liabilities and Fund Equity	\$ 1,087	\$ 28,789	\$ 2,626	\$ 23,890	\$ 4,275	\$ 5,517

State Telephone System	Financial Services	Facilities Operations and Maintenance	Risk Management	Institutional Power Plants	Central Warehouse	Badger State Industries	Totals
\$ -	\$ -	\$ 4,357	\$ 12,374	\$ 530	\$ 1,007	\$ 6	22,171
25	-	9	-	85	2	401	548
4,821	2,885	4,170	127	450	472	2,868	30,929
73	-	-	-	-	-	8	210
116	-	25	-	-	46	78	299
-	-	952	-	127	1,462	3,575	6,958
591	13	87	9	16	3	35	1,754
5,454	-	-	-	-	-	-	5,454
-	-	478	-	-	-	1	478
7,739	5,669	157,428	125	3,910	1,329	1,849	223,168
\$ 18,817	\$ 8,568	\$ 167,506	\$ 12,635	\$ 5,118	\$ 4,321	\$ 8,822	\$ 291,970
\$ 3,067	\$ 145	\$ 3,963	\$ 345	\$ 234	\$ 491	\$ 902	15,508
604	566	1,460	192	254	20	421	5,368
10,957	2,183	-	-	56	-	205	40,628
5	-	226	-	-	-	3	234
-	-	-	-	-	-	43	1,283
64	57	954	-	1	-	10	1,188
-	-	548	-	-	-	-	548
-	-	-	-	-	-	-	1,896
-	-	-	78,654	-	-	-	78,654
3,218	3,871	-	-	63	-	457	14,648
158	125	436	21	46	18	139	2,223
-	-	106,523	-	-	-	138	106,661
18,073	6,946	114,111	79,212	655	529	2,319	268,839
-	-	2,067	20	7,251	805	1,826	24,239
744	1,621	51,328	(66,597)	(2,788)	2,987	4,677	(1,107)
744	1,621	53,395	(66,577)	4,463	3,792	6,503	23,131
\$ 18,817	\$ 8,568	\$ 167,506	\$ 12,635	\$ 5,118	\$ 4,321	\$ 8,822	\$ 291,970

State of Wisconsin

**Combining Statement of Revenues, Expenses, and Changes in Retained Earnings - All Internal Service Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Services to Nonstate Governmental Units	Information Technology Services	Materials and Services to State Agencies	Fleet Services	Building Construction Services	Printing and Other Services
Operating Revenues:						
Charges For Goods and Services	\$ 826	\$ 40,351	\$ 4,190	\$ 10,641	\$ 9,351	\$ 14,727
Investment and Interest Income	-	-	-	-	-	-
Other Income	-	-	-	251	-	-
Total Operating Revenues	826	40,351	4,190	10,892	9,351	14,727
Operating Expenses:						
Personal Services	223	8,170	3,254	1,160	7,530	2,638
Supplies and Services	425	24,598	633	4,947	2,368	11,717
Depreciation	253	11,684	136	4,453	49	607
Benefit Expense	-	-	-	-	-	-
Other Expenses	-	-	-	-	-	-
Total Operating Expenses	901	44,452	4,023	10,560	9,946	14,961
Operating Income (Loss)	(75)	(4,101)	167	332	(596)	(235)
Nonoperating Revenues (Expenses):						
Operating Grants	41	-	-	-	-	246
Investment and Interest Income	-	-	-	-	-	-
Gain (Loss) on Disposal of Fixed Assets	38	(253)	(4)	421	-	6
Interest Expense	(49)	(282)	(4)	(3)	-	(15)
Other Revenues	23	18	33	1	-	20
Other Expenses	-	-	-	-	-	-
Total Nonoperating Revenues (Expenses)	53	(518)	25	419	-	257
Income (Loss) Before Operating Transfers	(22)	(4,618)	193	751	(596)	22
Operating Transfers In	267	-	257	-	-	250
Operating Transfers Out	-	(3,105)	-	-	(24)	-
Net Income (Loss)	245	(7,724)	450	751	(620)	272
Retained Earnings, Beginning of Year	(1,145)	12,426	441	152	2,798	(1,125)
Retained Earnings, End of Year	\$ (900)	\$ 4,702	\$ 890	\$ 902	\$ 2,178	\$ (853)

State Telephone System	Financial Services	Facilities Operations and Maintenance	Risk Management	Institutional Power Plants	Central Warehouse	Badger State Industries	Totals
\$ 26,323	\$ 9,283	\$ 34,181	\$ 20,410	\$ 5,213	\$ 8,358	\$ 22,850	\$ 206,702
-	-	-	-	-	-	6	6
658	-	78	-	-	-	-	987
26,981	9,283	34,258	20,410	5,213	8,358	22,856	207,695
2,266	1,975	11,813	975	1,968	343	4,473	46,789
29,775	4,801	15,379	2,380	3,154	7,783	17,062	125,020
1,678	1,130	3,633	35	346	97	357	24,456
-	-	-	20,482	-	-	-	20,482
-	-	-	-	-	-	2	2
33,719	7,906	30,824	23,872	5,468	8,223	21,893	216,748
(6,738)	1,377	3,434	(3,462)	(255)	135	962	(9,053)
-	-	-	-	-	-	-	288
-	-	464	-	-	-	1	465
1	(1)	(1)	(1)	-	-	(4)	200
(188)	(181)	(2,922)	-	(3)	-	(41)	(3,689)
1,258	9	262	72	6	-	-	1,704
-	-	(18)	-	-	-	(3)	(21)
1,071	(172)	(2,215)	71	3	-	(47)	(1,053)
(5,666)	1,205	1,219	(3,391)	(252)	135	915	(10,106)
335	-	7,952	-	-	-	-	9,061
-	(404)	(4,170)	-	(50)	(25)	(33)	(7,811)
(5,331)	801	5,001	(3,391)	(302)	110	883	(8,856)
6,075	821	46,327	(63,206)	(2,486)	2,876	3,795	7,748
\$ 744	\$ 1,621	\$ 51,328	\$ (66,597)	\$ (2,788)	\$ 2,987	\$ 4,677	\$ (1,107)

**Combining Statement of Cash Flows - All Internal Service Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Services to Nonstate Governmental Units	Information Technology Services	Materials and Services to State Agencies	Fleet Services	Building Construction Services	Printing and Other Services
Cash Flows from Operating Activities:						
Cash Receipts from Customers	\$ 610	\$ 51,008	\$ 4,231	\$ 10,268	\$ 8,102	\$ 14,409
Cash Payments to Suppliers for Goods and Services	(421)	(22,920)	(1,133)	(4,781)	(2,302)	(12,444)
Cash Payments to Employes for Services	(220)	(7,996)	(3,117)	(1,152)	(7,185)	(2,608)
Cash Payments for Benefits	-	-	-	-	-	-
Other Operating Revenues	-	-	-	247	-	-
Other Operating Expenses	-	-	-	-	-	-
Other Sources of Cash	23	2	440	1	-	20
Other Uses of Cash	-	-	-	-	-	-
Net Cash Provided (Used) by Operating Activities	(8)	20,095	421	4,583	(1,385)	(623)
Cash Flows from Noncapital Financing Activities:						
Operating Grants Receipts	43	-	-	-	-	246
Interfund Loans Received	-	-	-	-	-	572
Interfund Loans Repaid	(459)	(3,091)	-	(149)	-	-
Interfund Advances	-	-	-	-	-	-
Operating Transfers In	377	-	257	-	-	250
Operating Transfers Out	-	(3,105)	-	-	(24)	-
Residual Equity Transfers In	-	-	15	-	-	-
Other Cash Inflows from Noncapital Financing Activities	-	-	-	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	(40)	(6,196)	272	(149)	(24)	1,068
Cash Flows from Capital and Related Financing Activities:						
Proceeds from Issuance of Long-term Debt	-	-	-	-	-	-
Repayment of Long-term Debt	-	-	-	-	-	-
Proceeds from Short-term Notes Payable	-	-	-	-	-	-
Interest Payments	(49)	(281)	(3)	(3)	-	(18)
Interfund Advances Repaid	-	(1,264)	-	-	-	-
Capital Lease Obligations	-	(2,699)	(78)	-	-	(446)
Proceeds from Sale of Fixed Assets	98	19	-	1,127	-	12
Payments for Purchase of Fixed Assets	-	(8,247)	(202)	(5,557)	(35)	(249)
Net Cash Provided (Used) by Capital and Related Financing Activities	49	(12,472)	(283)	(4,433)	(35)	(701)
Cash Flows from Investing Activities:						
Investment and Interest Receipts	-	-	-	-	-	-
Net Cash Flows from Investing Activities	-	-	-	-	-	-
Net Increase (Decrease) in Cash and Cash Equivalents	-	1,426	409	-	(1,444)	(256)
Cash and Cash Equivalents, Beginning of Year	-	-	991	-	2,298	472
Cash and Cash Equivalents, End of Year	\$ 0	\$ 1,426	\$ 1,400	\$ 0	\$ 854	\$ 216

State Telephone System	Financial Services	Facilities Operations and Maintenance	Risk Management	Institutional Power Plants	Central Warehouse	Badger State Industries	Totals
\$ 25,308	\$ 6,668	\$ 32,632	\$ 20,438	\$ 5,952	\$ 8,284	\$ 22,307	\$ 210,217
(29,212)	(4,856)	(16,213)	(4,366)	(3,289)	(7,575)	(16,040)	(125,554)
(2,114)	(1,915)	(11,656)	(981)	(1,950)	(346)	(4,308)	(45,547)
-	-	-	(19,478)	-	-	-	(19,478)
641	-	78	-	-	2	5	972
-	-	-	-	-	-	(4)	(4)
1,258	9	220	72	-	-	-	2,046
-	-	(18)	-	-	-	-	(18)
(4,119)	(94)	5,043	(4,314)	713	364	1,959	22,634
-	-	-	-	-	-	-	289
7,439	2,183	-	-	-	-	-	10,193
-	-	-	-	(147)	-	(1,518)	(5,365)
1,664	-	-	-	-	-	-	1,664
335	-	7,954	-	-	-	111	9,283
-	(404)	(4,170)	-	(49)	(25)	(144)	(7,922)
-	-	-	-	-	-	-	15
-	-	-	-	-	-	1	1
9,438	1,778	3,783	-	(196)	(25)	(1,550)	8,159
-	-	16,191	-	-	-	-	16,191
-	-	(6,166)	-	-	-	(90)	(6,255)
-	-	(559)	-	-	-	-	(559)
(183)	(197)	(1,631)	-	-	-	(41)	(2,408)
-	-	-	-	-	-	-	(1,264)
(818)	(1,715)	-	-	-	-	(104)	(5,860)
1	-	-	-	-	-	-	1,258
(4,318)	-	(20,331)	-	(68)	(81)	(179)	(39,268)
(5,319)	(1,912)	(12,496)	-	(68)	(81)	(414)	(38,165)
-	-	464	-	-	-	-	464
-	-	464	-	-	-	-	464
-	(227)	(3,206)	(4,314)	450	258	(4)	(6,908)
-	227	7,563	16,689	81	749	10	29,080
\$ 0	\$ 0	\$ 4,357	\$ 12,374	\$ 530	\$ 1,007	\$ 6	\$ 22,171

(Continued)

**Combining Statement of Cash Flows - All Internal Service Funds
For the Fiscal Year Ended June 30, 1998**

(Continued)

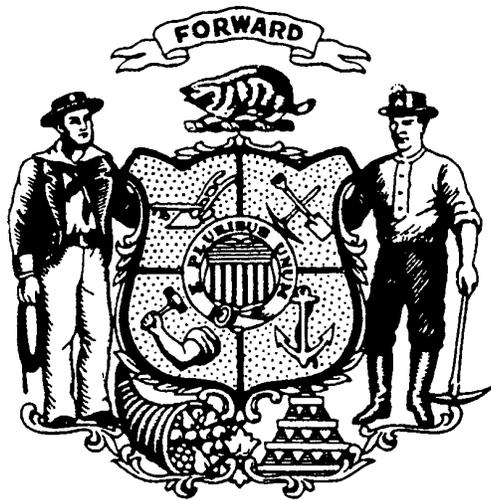
	Services to Nonstate Governmental Units	Information Technology Services	Materials and Services to State Agencies	Fleet Services	Building Construction Services	Printing and Other Services
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:						
Operating Income (Loss)	\$ (75)	\$ (4,101)	\$ 167	\$ 332	\$ (596)	(235)
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:						
Depreciation	253	11,684	136	4,453	49	607
Miscellaneous Nonoperating Income (Expense)	23	18	34	1	-	20
Changes in Assets and Liabilities:						
Decrease (Increase) in Receivables	3	(11)	-	-	-	(1)
Decrease (Increase) in Due from Other Funds	(212)	11,085	43	(378)	(1,326)	(330)
Decrease (Increase) in Due from Component Units	-	-	(3)	2	-	3
Decrease (Increase) in Due from Other Governments	(7)	-	-	(1)	-	10
Decrease (Increase) in Inventories	-	-	-	4	-	160
Decrease (Increase) in Prepaid Items	-	(7)	(4)	-	(23)	(769)
Increase (Decrease) in Accounts Payable and Other Accrued Liabilities	-	1,374	(134)	133	53	(115)
Increase (Decrease) in Compensated Absences	1	36	84	2	240	11
Increase (Decrease) in Due to Other Funds	5	16	(309)	35	141	16
Increase (Decrease) in Due to Other Governments	-	-	-	-	-	-
Increase (Decrease) in Deferred Revenue	-	-	406	-	77	-
Increase (Decrease) in Future Benefits and Loss Liabilities	-	-	-	-	-	-
Total Adjustments	67	24,196	253	4,251	(790)	(389)
Net Cash Provided by Operating Activities	\$ (8)	\$ 20,095	\$ 421	\$ 4,583	\$ (1,385)	(623)

Noncash Investing, Capital and Financing Activities:

Capital Leases (Initial Year):						
Fair Market Value	\$ -	\$ -	\$ -	\$ -	\$ -	-
Current Year Cash Receipts (Payments)	-	-	-	-	-	-
Contributions/Transfer In (Out) of Noncash Assets and Liabilities from/to Other Funds	-	-	-	-	-	-
Other	-	-	-	-	-	-

State Telephone System	Financial Services	Facilities Operations and Maintenance	Risk Management	Institutional Power Plants	Central Warehouse	Badger State Industries	Totals
\$ (6,738)	\$ 1,377	\$ 3,434	\$ (3,462)	\$ (255)	\$ 135	\$ 962	\$ (9,053)
1,678	1,130	3,633	35	346	97	357	24,456
1,258	9	202	72	5	-	(3)	1,639
(6)	-	(1)	240	(158)	(2)	216	280
(1,126)	(2,616)	(1,514)	28	692	(59)	(796)	3,491
(20)	-	-	-	-	-	(8)	(26)
120	-	(25)	-	-	(12)	52	137
-	-	494	-	165	(56)	938	1,703
1,265	-	(5)	-	2	1	12	473
(758)	(138)	(1,449)	(29)	79	261	167	(555)
82	31	29	(8)	8	(4)	41	553
147	113	198	(2,302)	(169)	4	46	(2,058)
(22)	-	46	-	-	-	(2)	23
-	-	-	-	-	-	(23)	460
-	-	-	1,110	-	-	-	1,110
2,618	(1,471)	1,609	(852)	968	229	997	31,686
\$ (4,119)	\$ (94)	\$ 5,043	\$ (4,314)	\$ 713	\$ 364	\$ 1,959	\$ 22,634

\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 127	127
-	-	-	-	-	-	(3)	(3)
-	-	-	-	(5)	-	-	(5)
-	-	-	-	-	-	(4)	(4)



Trust and Agency Funds

TRUST AND AGENCY: Trust and agency funds are fiduciary in nature and are maintained to account for assets held by the State acting in the capacity as a trustee or agent. The State's trust and agency funds, consisting of expendable trust, nonexpendable trust, pension trust, investment trust and agency funds, are described below:

EXPENDABLE TRUST: Expendable trust funds are trust funds whose resources, including both principal and earnings, may be expended by the State. The State's expendable trust funds are described below:

The **Petroleum Violation Fund** accounts for oil overcharge restitution funds redistributed through energy related grants and contracts.

The **Unclaimed Property Program Fund** accounts for unclaimed stocks, bank accounts, insurance proceeds, utility deposits and uncashed checks which are deposited with the State after five years of abandonment. Upon an unsuccessful attempt to locate the owner, the funds are deposited in the Common School Fund where they are loaned to local governments. These funds may be claimed at any time by the owners or their heirs.

The **Children's Trust Fund** accounts for the program which provides information and encourages the development of child abuse and neglect prevention programs. This fund is supported primarily with investment income and moneys received as contributions, grants, gifts and bequests.

The **Accumulated Sick Leave Fund** accounts for the prefunding payment of group health insurance premiums for retired employees or the surviving spouse/dependent minor children if the employee had accumulated unused sick leave upon retirement.

The **State Capitol Restoration Fund** accounts for gifts, grants and bequests received and costs incurred for the maintenance, restoration, preservation and rehabilitation of the buildings and grounds of the State Capitol, and associated artifacts and other historic objects.

The **Special Death Benefits Fund** accounts for transactions and activities for members of the former Milwaukee Teacher Retirement Fund who have elected to participate in a special death benefit fund.

The **Employee Reimbursement Accounts Fund** was created under Internal Revenue Code Section 125 to account for moneys deposited by State employe participants as pre-tax earnings for use in paying eligible dependent care and medical expenses.

The **Life Insurance Fund** accounts for transactions related to the collection and payment of premiums for State and local participating employes' group life insurance contracts with a life insurance carrier.

The **Deferred Compensation Plan Fund** accounts for participant earnings deferred in accordance with Internal Revenue Code Section 457. Amounts deferred are invested through an independent agent and are not subject to federal income taxes until paid to participants upon termination or retirement from employment, death, or for an unforeseeable emergency.

The **Common School Income Fund** accounts for the distribution of earnings of the Common School Fund. Distributions aid local school districts and cover administrative costs incurred by the Public Lands Commission.

The **Unemployment Insurance Reserve Fund** accounts for unemployment contributions made by employers, federal program receipts, benefit payment recoveries and unemployment benefits paid to laid off workers in the State.

(Continued)

Trust and Agency Funds

(Continued)

NONEXPENDABLE TRUST: Nonexpendable trust funds are trust funds, the principal of which may not be expended by the State. The State's nonexpendable trust funds are described below:

The **Agriculture Fund** accounts for federal land grant revenues used as public purpose loans for municipalities and school districts.

The **Common School Fund** accounts for revenues received from the sale of federally granted land, fines and forfeitures from penal law breaches, and the disposal of escheated property. These moneys are used for public purpose loans to municipalities and school districts.

The **Normal School Fund** accounts for public purpose loans to municipalities and school districts. These loans are financed with revenues derived from the sale of federally granted land and timber. The interest generated from this fund is used to support and maintain State universities.

The **University Fund** accounts for federal land grant revenues used for public loans to municipalities and school districts.

The **Historical Society Fund** accounts for investment income and donations received by the State Historical Society to assist in the operations of the State's archives, research and library services, museums, historic preservation, and executive and administrative services.

The **Benevolent Fund** accounts for investment income used for the care, custody and education of residents committed to the Lincoln Hills School.

PENSION TRUST FUNDS Pension trust funds account for activities of the public employe retirement system.

Retirement contributions made by and on behalf of participants in the **Wisconsin Retirement System** are deposited in two trusts. The fixed retirement investment trust is a pooled investment trust consisting of fixed-income securities and equity securities. The variable retirement investment trust primarily accounts for investment in stock. The Wisconsin Retirement System also receives employer payments and provides benefits to certain local police officers and firefighters, which are recorded in the police and firefighters trust.

INVESTMENT TRUST FUND: Investment trust funds account for assets invested on a commingled basis by the State on behalf of other governmental entities. The State's investment trust funds are described below:

The **Local Government Pooled Investment Fund** was established to enable local governments in Wisconsin to voluntarily invest any idle local moneys. The sources of this fund are local government investment deposits and their share of the investment earnings of the fund. Deductions occur as withdrawals are requested by local governments.

The **Milwaukee Retirement Systems Fund** accounts for funds of the city of Milwaukee Retirement System and the Milwaukee Public Schools invested as part of the fixed retirement investment trust of the Wisconsin Retirement System.

AGENCY FUNDS: Agency funds report those assets for which the State acts solely in a custodial capacity. The State's agency funds are described below:

The **Insurance Company Liquidation Account Fund** accounts for the assets of insurance companies that are liquidated. These assets are used to pay claims and administrative costs associated with the liquidation.

The **Inmate and Resident Fund** accounts for the assets of inmates and residents in State institutions.

The **Bank and Insurance Company Deposits Fund** accounts for the statutorily required deposits of securities with the State by banks and insurance companies doing business in Wisconsin.

State of Wisconsin

Combining Balance Sheet - Trust and Agency Funds
June 30, 1998

(In Thousands)

	Expendable Trust	Non- expendable Trust	Pension Trust	Investment Trust	Agency	Totals
Assets						
Cash and Cash Equivalents	\$ 2,090,526	\$ 155,979	\$ 1,474,522	\$ 3,009,612	\$ 43,514	\$ 6,774,154
Investments	853,949	10,100	51,335,951	-	1,005	52,201,005
Securities Lending Collateral Receivables (net of estimated uncollectible accounts):	-	-	4,023,173	-	-	4,023,173
Loans to Local Governments	73	242,139	-	-	-	242,211
Prior Service Contributions Receivable	-	-	2,138,392	-	-	2,138,392
Other Receivables	121,830	127	773,248	-	181	895,386
Due from Other Funds	57,809	11	49,797	166	481	108,264
Due from Other Governments	6,370	-	92,395	-	-	98,766
Prepaid Items	4,482	2	1,392	-	-	5,876
Fixed Assets	-	635	-	-	-	635
Other Assets:						
Assets Held in Custody for Others	8,579	-	-	-	230,978	239,557
Other	206	-	-	-	-	206
Total Assets	\$ 3,143,824	\$ 408,994	\$ 59,888,870	\$ 3,009,778	\$ 276,159	\$ 66,727,625
Liabilities and Fund Balances						
Liabilities:						
Accounts Payable and Other						
Accrued Liabilities	\$ 15,436	\$ 23	\$ 510,030	\$ -	\$ 37,013	\$ 562,501
Due to Other Funds	3,824	128	107,316	19	306	111,592
Due to Component Units	6	-	-	-	-	6
Due to Other Governments	2,089	-	268	-	-	2,357
Tax and Other Deposits	-	-	1	-	238,840	238,841
Deferred Revenue	1,804	-	416	-	-	2,220
Securities Lending Collateral Liability	-	-	4,023,173	-	-	4,023,173
Compensated Absences	372,975	-	-	-	-	372,975
Total Liabilities	396,133	151	4,641,203	19	276,159	5,313,666
Fund Balances:						
Reserved for Encumbrances	6,656	-	-	-	-	6,656
Reserved for Prepaid Items	2,486	-	1,392	-	-	3,877
Reserved for Employee Benefits	-	-	41,901,317	157,934	-	42,059,251
Reserved for Market Value Adjustments	110,020	-	13,344,958	-	-	13,454,979
Reserved for Unemployment Compensation	1,747,229	-	-	-	-	1,747,229
Unreserved:						
Undesignated	881,299	408,843	-	2,851,825	-	4,141,967
Total Fund Balances	2,747,691	408,843	55,247,667	3,009,759	-	61,413,960
Total Liabilities and Fund Balances	\$ 3,143,824	\$ 408,994	\$ 59,888,870	\$ 3,009,778	\$ 276,159	\$ 66,727,625

State of Wisconsin

**Combining Balance Sheet - All Expendable Trust Funds
June 30, 1998**

(In Thousands)

	Petroleum Violation	Unclaimed Property Program	Children's Trust	Accumulated Sick Leave	State Capitol Restoration
Assets					
Cash and Cash Equivalents	\$ 12,763	\$ 5,000	\$ 47	\$ 425,488	55
Investments	-	-	-	-	-
Receivables (net of estimated uncollectible accounts):					
Loans to Local Governments	73	-	-	-	-
Other Receivables	-	-	-	-	-
Due from Other Funds	57	-	1	57,109	-
Due from Other Governments	-	-	-	-	-
Prepaid Items	-	2	-	2,483	-
Other Assets:					
Assets Held in Custody for Others	-	8,579	-	-	-
Other	-	-	-	-	-
Total Assets	\$ 12,892	\$ 13,582	\$ 49	\$ 485,080	55
Liabilities and Fund Balances					
Liabilities:					
Accounts Payable and Other					
Accrued Liabilities	\$ 103	\$ 4,296	\$ -	\$ -	1
Due to Other Funds	1,013	13	-	21	-
Due to Component Units	6	-	-	-	-
Due to Other Governments	20	-	-	-	-
Deferred Revenue	-	-	-	-	-
Compensated Absences	-	-	-	372,975	-
Total Liabilities	1,142	4,308	-	372,995	1
Fund Balances:					
Reserved for Encumbrances	6,640	6	-	-	10
Reserved for Prepaid Items	-	2	-	2,483	-
Reserved for Market Value Adjustments	-	-	-	109,602	-
Reserved for Unemployment Insurance	-	-	-	-	-
Unreserved:					
Undesignated	5,110	9,265	49	-	44
Total Fund Balances	11,751	9,273	49	112,085	54
Total Liabilities and Fund Balances	\$ 12,892	\$ 13,582	\$ 49	\$ 485,080	55

	Special Death Benefits	Employe Reimbursement Accounts	Life Insurance	Deferred Compensation	Common School Income	Unemployment Insurance Reserve	Totals
\$	1,181	\$ 2,519	\$ 197	\$ 1,564	\$ 6,313	\$ 1,635,399	\$ 2,090,526
	-	-	-	853,949	-	-	853,949
	-	-	-	-	-	-	73
	-	7	-	92	-	121,731	121,830
	125	220	10	-	-	286	57,809
	-	-	-	-	4,274	2,096	6,370
	-	195	1,801	-	-	-	4,482
	-	-	-	-	-	-	8,579
	-	-	-	-	-	206	206
\$	1,306	\$ 2,942	\$ 2,009	\$ 855,605	\$ 10,587	\$ 1,759,718	\$ 3,143,824
\$	-	\$ 1,360	\$ -	\$ -	\$ -	\$ 9,676	\$ 15,436
	2	855	54	9	1,113	744	3,824
	-	-	-	-	-	-	6
	-	-	-	-	-	2,069	2,089
	-	-	1,804	-	-	-	1,804
	-	-	-	-	-	-	372,975
	2	2,214	1,859	9	1,113	12,489	396,133
	-	-	-	-	-	-	6,656
	-	-	-	-	-	-	2,486
	418	-	-	-	-	-	110,020
	-	-	-	-	-	1,747,229	1,747,229
	886	727	150	855,596	9,473	-	881,299
	1,304	727	150	855,596	9,473	1,747,229	2,747,691
\$	1,306	\$ 2,942	\$ 2,009	\$ 855,605	\$ 10,587	\$ 1,759,718	\$ 3,143,824

State of Wisconsin

**Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - All Expendable Trust Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Petroleum Violation	Unclaimed Property Program	Children's Trust	Accumulated Sick Leave	State Capitol Restoration
Revenues:					
Intergovernmental	\$ 448	\$ 1	\$ -	\$ -	-
Charges for Goods and Services	-	-	-	-	-
Contributions	-	-	-	68,383	-
Investment and Interest Income	743	-	6	72,425	8
Gifts and Donations	-	-	20	-	213
Other Revenues:					
Escheat Revenue	-	8,550	-	-	-
Reimbursable Financing Revenue	-	-	-	-	-
Other	-	-	-	-	-
Total Revenues	1,191	8,551	26	140,808	221
Expenditures:					
Current:					
Education	-	-	-	-	-
Human Relations and Resources	-	-	54	-	-
General Executive	1,319	992	-	105,561	195
Total Expenditures	1,319	992	54	105,561	195
Excess of Revenues Over (Under) Expenditures	(127)	7,559	(28)	35,247	26
Other Financing Sources (Uses):					
Operating Transfers Out	(2,895)	(7,500)	-	-	-
Total Other Financing Sources (Uses)	(2,895)	(7,500)	-	-	-
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(3,023)	59	(28)	35,247	26
Fund Balances, Beginning of Year	14,773	9,214	77	76,838	28
Fund Balances, End of Year	\$ 11,751	\$ 9,273	\$ 49	\$ 112,085	\$ 54

Special Death Benefits	Employee Reimbursement Account	Life Insurance	Deferred Compensation	Common School Income	Unemployment Insurance Reserve	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	11,851	\$ 12,301
-	-	277	-	-	-	277
-	12,732	25,709	69,426	-	413,203	589,452
173	117	39	138,664	19,425	107,909	339,508
-	-	-	-	-	-	233
-	-	-	-	-	-	8,550
-	-	-	-	-	26,528	26,528
-	-	1	572	-	2,597	3,170
173	12,849	26,026	208,661	19,425	562,088	980,020
-	-	-	-	29,912	-	29,912
-	-	-	-	-	480,927	480,981
94	12,749	26,011	21,632	-	-	168,552
94	12,749	26,011	21,632	29,912	480,927	679,445
79	100	16	187,029	(10,487)	81,161	300,575
-	-	-	-	-	-	(10,395)
-	-	-	-	-	-	(10,395)
79	100	16	187,029	(10,487)	81,161	290,179
1,225	627	134	668,567	19,961	1,666,068	2,457,511
\$ 1,304	\$ 727	\$ 150	\$ 855,596	\$ 9,473	\$ 1,747,229	\$ 2,747,691

State of Wisconsin

**Combining Balance Sheet - All Nonexpendable Trust Funds
June 30, 1998**

(In Thousands)

	Agriculture	Common School	Normal School	University	Historical Society	Benevolent	Totals
Assets							
Cash and Cash Equivalents	\$ 305	\$ 138,090	\$ 16,913	\$ 233	\$ 425	\$ 14	\$ 155,979
Investments	-	-	-	-	10,100	-	10,100
Receivables (net of estimated uncollectible accounts):							
Loans to Local Government:	-	240,839	1,298	2	-	-	242,139
Other Receivables:	-	-	-	-	127	-	127
Due from Other Funds	-	3	-	-	9	-	11
Prepaid Items	-	-	-	-	2	-	2
Fixed Assets	-	5	630	-	-	-	635
Total Assets	\$ 305	\$ 378,938	\$ 18,840	\$ 234	\$ 10,663	\$ 14	\$ 408,994
Liabilities and Fund Balances							
Liabilities:							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ 23	\$ -	\$ 23
Due to Other Funds	-	63	-	-	64	-	128
Total Liabilities	-	63	-	-	87	-	151
Fund Balances:							
Unreserved:							
Undesignated	305	378,874	18,840	234	10,576	14	408,843
Total Fund Balances	305	378,874	18,840	234	10,576	14	408,843
Total Liabilities and Fund Balances	\$ 305	\$ 378,938	\$ 18,840	\$ 234	\$ 10,663	\$ 14	\$ 408,994

State of Wisconsin

**Combining Statement of Revenues, Expenses, and Changes in Fund Balances -
All Nonexpendable Trust Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Agriculture	Common School	Normal School	University	Historical Society	Benevolent	Totals
Operating Revenues:							
Charges for Goods and Services	\$ -	\$ 1	\$ 267	\$ -	\$ -	\$ -	\$ 268
Investment and Interest Income	-	-	14	-	1,869	-	1,883
Fines and Forfeitures	-	16,745	-	-	-	-	16,745
Gifts and Donations	-	-	-	-	546	-	546
Other Income	-	37	8	-	-	-	45
Total Operating Revenues	-	16,783	289	-	2,415	-	19,488
Operating Expenses:							
Personal Services	-	-	-	-	155	-	155
Supplies and Services	-	-	-	-	105	-	105
Total Operating Expenses	-	-	-	-	259	-	259
Operating Income	-	16,783	289	-	2,155	-	19,228
Nonoperating Revenues:							
Operating Grants	-	20	-	-	-	-	20
Total Nonoperating Revenue	-	20	-	-	-	-	20
Income Before Operating Transfers	-	16,804	289	-	2,155	-	19,248
Operating Transfers In	-	7,500	-	-	14	-	7,514
Operating Transfers Out	-	-	-	-	(70)	-	(70)
Net Income	-	24,304	289	-	2,099	-	26,692
Fund Balances, Beginning of Year	305	354,571	18,551	234	8,476	14	382,151
Fund Balances, End of Year	\$ 305	\$ 378,874	\$ 18,840	\$ 234	\$ 10,576	\$ 14	\$ 408,843

State of Wisconsin

**Combining Statement of Cash Flows - All Nonexpendable Trust Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Agriculture	Common School	Normal School	University	Historical Society	Benevolent	Totals
Cash Flows from Operating Activities:							
Cash Receipts from Customers	\$ -	\$ 1	\$ 270	\$ -	\$ -	\$ -	271
Cash Payments to Suppliers for Goods and Services	-	-	-	-	(99)	-	(99)
Cash Payments to Employes for Services	-	-	-	-	(153)	-	(153)
Fines and Forfeitures	-	16,845	-	-	-	-	16,845
Other Operating Revenues	-	37	8	-	546	-	591
Net Cash Provided (Used) by Operating Activities	-	16,884	278	-	295	-	17,457
Cash Flows from Noncapital Financing Activities:							
Operating Grants Receipts	-	20	-	-	-	-	20
Operating Transfers In	-	7,500	-	-	14	-	7,514
Operating Transfers Out	-	-	-	-	(70)	-	(70)
Net Cash Provided (Used) by Noncapital Financing Activities	-	7,520	-	-	(56)	-	7,464
Cash Flows from Investing Activities:							
Proceeds from Sale and Maturities of Investment Securities	-	-	-	-	982	-	982
Purchase of Investment Securities	-	-	-	-	(1,856)	-	(1,856)
Cash Payments for Loans Originated	-	(47,345)	-	-	-	-	(47,345)
Collection Of Loans	28	58,711	600	2	-	-	59,340
Investment and Interest Receipts	-	-	14	-	707	-	722
Net Cash Provided (Used) by Investing Activities	28	11,367	614	2	(167)	-	11,843
Net Increase (Decrease) in Cash and Cash Equivalents	28	35,771	892	2	72	-	36,764
Cash and Cash Equivalents, Beginning of Year	278	102,319	16,021	231	353	14	119,216
Cash and Cash Equivalents, End of Year	\$ 305	\$ 138,090	\$ 16,913	\$ 233	\$ 425	\$ 14	\$ 155,979
Reconciliation of Operating Income to Net Cash Provided by Operations:							
Operating Income	\$ -	\$ 16,783	\$ 289	\$ -	\$ 2,155	\$ -	19,228
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:							
Operating Income (Investment Income) Classified as Investing Activity	-	-	(14)	-	(1,869)	-	(1,883)
Changes in Assets and Liabilities:							
Decrease (Increase) in Receivables	-	-	3	-	-	-	3
Decrease (Increase) in Due from Other Funds	-	37	-	-	(5)	-	32
Decrease (Increase) in Prepaid Items	-	-	-	-	(1)	-	(1)
Increase (Decrease) in Accounts Payable and Other Accrued Liabilities	-	-	-	-	6	-	6
Increase (Decrease) in Due to Other Funds	-	63	-	-	7	-	71
Total Adjustments	-	101	(11)	-	(1,861)	-	(1,771)
Net Cash Provided by Operating Activities	\$ 0	\$ 16,884	\$ 278	\$ 0	\$ 295	\$ 0	17,457

State of Wisconsin

**Statement of Plan Net Assets - Pension Trust Fund
June 30, 1998**

(In Thousands)

	Wisconsin Retirement System
Assets	
Cash and Cash Equivalents	\$ 1,474,522
Securities Lending Collateral	4,023,173
Prepaid Items	1,392
Receivables (net of estimated uncollectible accounts)	
Prior Service Contributions Receivable	2,138,392
Benefits Overpayment Receivable	1,494
Due from Other Funds	49,797
Due from Other Governments	92,395
Interest and Dividends Receivable	237,251
Investment Sales Receivable	522,202
Other Receivables	12,301
Total Receivables	3,053,832
Investments:	
Bonds	13,213,807
Private Placements	2,941,754
Stocks	32,389,888
Options	82,363
Limited Partnerships	2,117,579
Mortgages	100,178
Real Estate	492,065
Other Investments	(1,681)
Total Investments	51,335,951
Total Assets	59,888,870
Liabilities	
Accounts Payable	19,789
Securities Lending Collateral Liability	4,023,173
Annuities Payable	117,524
Advance Contributions	416
Due to Other Funds	107,316
Due to Other Governments	268
Tax and Other Deposits	1
Investment Payable	372,717
Total Liabilities	4,641,203
Fund Balance	
Fund Balance Reserved for Pension Benefits	\$ 55,247,667

State of Wisconsin

**Combining Statement of Net Assets - Investment Trust Funds
June 30, 1998**

(In Thousands)

	Local Government Pooled Investment	Milwaukee Retirement Systems	Totals
Assets			
Cash and Cash Equivalents	\$ 2,851,844	\$ 157,769	\$ 3,009,612
Due from Other Funds	-	166	166
Total Assets	<u>2,851,844</u>	<u>157,935</u>	<u>3,009,778</u>
Liabilities and Net Assets			
Due to Other Funds	19	-	19
Total Liabilities	<u>19</u>	<u>-</u>	<u>19</u>
Net Assets Held in Trust for Pool Participants	<u>\$ 2,851,825</u>	<u>\$ 157,934</u>	<u>\$ 3,009,759</u>

**Combining Statement of Changes in Net Assets - Investment Trust Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Local Government Pooled Investment	Milwaukee Retirement Systems	Totals
Additions:			
Deposits	\$ 9,178,607	\$ 1,889	\$ 9,180,496
Investment Income of Investment Trust Funds	146,894	29,652	176,546
Less: Investment Expense	(557)	(33)	(590)
Net Investment Income	146,337	29,619	175,956
Total Additions	9,324,944	31,509	9,356,452
Deductions:			
Distributions	9,018,882	89,565	9,108,447
Administrative Expenses	161	3	164
Total Deductions	9,019,042	89,568	9,108,610
Net Increase (Decrease) In Net Assets	305,901	(58,060)	247,842
Net Assets - Beginning of Year	2,545,923	215,994	2,761,917
Net Assets - End of Year	\$ 2,851,825	\$ 157,934	\$ 3,009,759

State of Wisconsin

**Combining Balance Sheet - All Agency Funds
June 30, 1998**

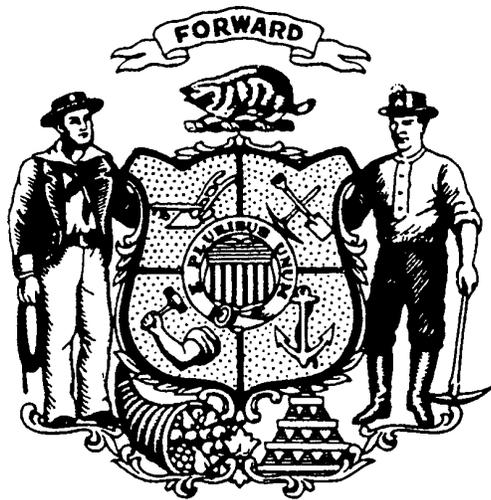
(In Thousands)

	Insurance Company Liquidation Account	Inmate and Resident	Bank and Insurance Company Deposits	Totals
Assets				
Cash and Cash Equivalents	\$ 37,013	\$ 6,501	\$ -	43,514
Investments	-	1,005	-	1,005
Receivables (net of estimated uncollectible accounts):				
Other Receivables	-	181	-	181
Due from Other Funds	-	481	-	481
Other Assets:				
Assets Held in Custody for Others	-	-	230,978	230,978
Total Assets	<u>\$ 37,013</u>	<u>\$ 8,168</u>	<u>\$ 230,978</u>	<u>\$ 276,159</u>
Liabilities				
Accounts Payable and Other Accrued Liabilities	\$ 37,013	\$ -	\$ -	37,013
Due to Other Funds	-	306	-	306
Tax and Other Deposits	-	7,862	230,978	238,840
Total Liabilities	<u>\$ 37,013</u>	<u>\$ 8,168</u>	<u>\$ 230,978</u>	<u>\$ 276,159</u>

**Combining Statement of Changes in Assets and Liabilities - All Agency Funds
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Balance July 1, 1997	Additions	Deductions	Balance June 30, 1998
Insurance Company Liquidation Account				
Assets:				
Cash and Cash Equivalents	\$ 37,241	\$ 1,857	\$ 2,085	\$ 37,013
Total Assets	<u>\$ 37,241</u>	<u>\$ 1,857</u>	<u>\$ 2,085</u>	<u>\$ 37,013</u>
Liabilities:				
Accounts Payable and Other Accrued Liabilities	\$ 37,241	\$ 1,857	\$ 2,085	\$ 37,013
Total Liabilities	<u>\$ 37,241</u>	<u>\$ 1,857</u>	<u>\$ 2,085</u>	<u>\$ 37,013</u>
Inmate and Resident				
Assets:				
Cash and Cash Equivalents	\$ 5,679	\$ 67,583	\$ 66,760	\$ 6,501
Investments	885	310	190	1,005
Receivables (net of estimated uncollectible accounts):				
Other Receivables	44	249	113	181
Due from Other Funds	466	7,662	7,647	481
Total Assets	<u>\$ 7,075</u>	<u>\$ 75,804</u>	<u>\$ 74,711</u>	<u>\$ 8,168</u>
Liabilities:				
Accounts Payable and Other Accrued Liabilities	\$ -	\$ 4	\$ 3	\$ -
Due to Other Funds	106	10,738	10,537	306
Tax and Other Deposits	6,969	43,605	42,712	7,862
Total Liabilities	<u>\$ 7,075</u>	<u>\$ 54,347</u>	<u>\$ 53,253</u>	<u>\$ 8,168</u>
Bank and Insurance Company Deposits				
Assets:				
Other Assets:				
Assets Held in Custody for Others	\$ 223,658	\$ 15,552	\$ 8,233	\$ 230,978
Total Assets	<u>\$ 223,658</u>	<u>\$ 15,552</u>	<u>\$ 8,233</u>	<u>\$ 230,978</u>
Liabilities:				
Tax and Other Deposits	\$ 223,658	\$ 15,552	\$ 8,233	\$ 230,978
Total Liabilities	<u>\$ 223,658</u>	<u>\$ 15,552</u>	<u>\$ 8,233</u>	<u>\$ 230,978</u>
Total - All Agency Funds				
Assets:				
Cash and Cash Equivalents	\$ 42,920	\$ 69,440	\$ 68,845	\$ 43,514
Investments	885	310	190	1,005
Receivables (net of estimated uncollectible accounts):				
Other Receivables	44	249	113	181
Due from Other Funds	466	7,662	7,647	481
Other Assets:				
Assets Held in Custody for Others	223,658	15,552	8,233	230,978
Total Assets	<u>\$ 267,974</u>	<u>\$ 93,214</u>	<u>\$ 85,029</u>	<u>\$ 276,159</u>
Liabilities:				
Accounts Payable and Other Accrued Liabilities	\$ 37,241	\$ 1,861	\$ 2,089	\$ 37,013
Due to Other Funds	106	10,738	10,537	306
Tax and Other Deposits	230,627	59,158	50,945	238,840
Total Liabilities	<u>\$ 267,974</u>	<u>\$ 71,756</u>	<u>\$ 63,572</u>	<u>\$ 276,159</u>



General Fixed Assets Account Group

The **General Fixed Assets Account Group** accounts for the land, buildings and improvements, and machinery and equipment of the governmental funds.

*State of Wisconsin***Schedule of General Fixed Assets by Function
June 30, 1998**

(In Thousands)

Function	Land	Buildings	Equipment	Totals
Commerce	\$ -	\$ 633	\$ 13,548	\$ 14,181
Education	789	30,776	92,227	123,792
Transportation	9,740	57,851	74,628	142,219
Environmental Resources	324,816	74,157	93,571	492,543
Human Relations and Resources	25,852	484,094	84,976	594,922
General Executive	1,705	35,842	11,939	49,487
Judicial	-	-	37,349	37,349
Legislative	-	-	2,261	2,261
Other	-	1,646	-	1,646
Total by Function	<u>\$ 362,901</u>	<u>\$ 684,998</u>	<u>\$ 410,499</u>	1,458,399
Construction in Progress				140,136
Total General Fixed Assets				<u>\$ 1,598,535</u>

*State of Wisconsin***Schedule of Changes in General Fixed Assets by Function
For the Year Ended June 30, 1998**

(In Thousands)

Function	Balance July 1, 1997	Additions	Retirements	Completed Construction	Transfers to/from Other Funds	Balance June 30, 1998
Commerce	\$ 10,515	\$ 3,998	\$ (331)	\$ -	\$ -	\$ 14,181
Education	122,715	1,553	(556)	80	-	123,792
Transportation	139,515	11,292	(8,335)	-	-	142,472
Environmental Resources	464,874	29,010	(2,776)	1,434	-	492,543
Human Relations and Resources	593,687	9,153	(9,403)	1,328	157	594,922
General Executive	48,054	1,968	(811)	23	-	49,234
Judicial	32,463	5,209	(323)	-	-	37,349
Legislative	2,229	32	(1)	-	-	2,261
Other	1,646	-	-	-	-	1,646
Total by Function	1,415,697	62,216	(22,536)	2,865	157	1,458,399
Construction in Progress	93,758	49,244	-	(2,865)	-	140,136
Total General Fixed Assets	<u>\$ 1,509,454</u>	<u>\$ 111,460</u>	<u>\$ (22,536)</u>	<u>\$ 0</u>	<u>\$ 157</u>	<u>\$ 1,598,535</u>

University of Wisconsin System

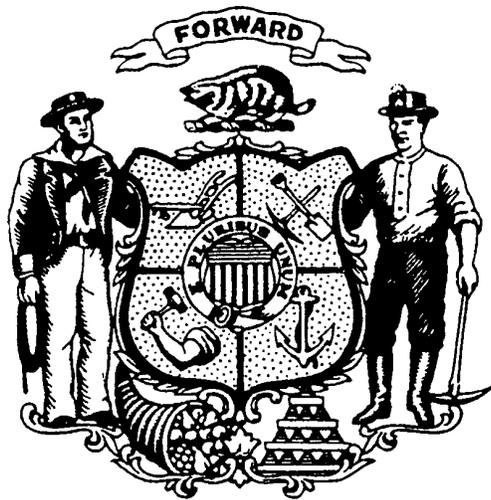
The funds of the **University of Wisconsin System** account for the 13 universities, 13 two-year colleges, the University of Wisconsin Extension and System Administration. In addition, the University of Wisconsin System balance sheet includes the accounts of the Wisconsin State Colleges Building Corporation and the Wisconsin University Building Corporation.

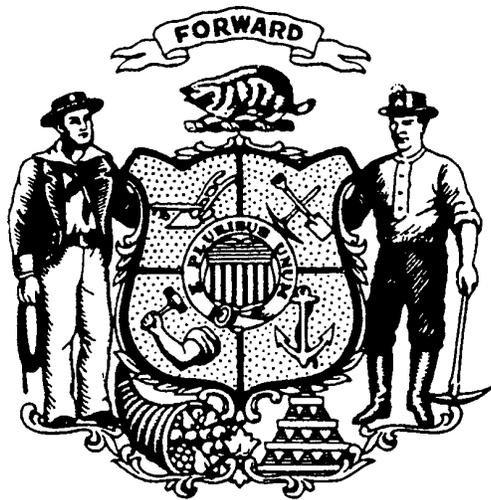
State of Wisconsin

Combining Balance Sheet - University of Wisconsin System
June 30, 1998

(In Thousands)

	Current Funds		Loan Funds	Endowment and Similar Funds	Plant Funds	Agency Funds	Totals
	Unrestricted	Restricted					
Assets							
Cash and Cash Equivalents	\$ 308,982	\$ 12,632	\$ 6,547	\$ 8,212	\$ 26,602	\$ 1,520	\$ 364,496
Investments	-	8,313	-	273,754	5	-	282,072
Student Loans Receivable	-	-	160,870	-	-	-	160,870
Other Receivables	32,819	16,134	76	6,044	57	-	55,130
Due from Other Funds	19,949	10,560	-	-	106	-	30,615
Due from Component Units	-	3,579	-	-	-	-	3,579
Due from Other Governments	1,699	47,138	539	-	-	-	49,376
Inventories	24,424	-	-	-	-	-	24,424
Prepaid Items	14,458	177	-	-	-	-	14,635
Capital Lease Receivable - Component Unit	-	-	-	-	35,664	-	35,664
Deferred Charges	2,937	167	-	-	4,164	-	7,268
Plant and Equipment	-	-	-	-	3,562,506	-	3,562,506
Total Assets	\$ 405,268	\$ 98,701	\$ 168,032	\$ 288,011	\$ 3,629,104	\$ 1,520	\$ 4,590,636
Liabilities and Fund Equity							
Liabilities:							
Accounts Payable and Other Accrued Liabilities	\$ 71,708	\$ 29,948	\$ 33	\$ 6,692	\$ 22,698	\$ -	\$ 131,080
Due to Other Funds	49,854	576	-	-	2,439	-	52,869
Due to Component Units	652	-	-	-	-	-	652
Due to Other Governments	3,272	282	374	-	-	-	3,928
Deferred Revenue	52,057	28,648	-	-	-	-	80,705
Advances from Other Funds	-	-	-	-	3,000	-	3,000
Short-term Notes Payable	-	-	-	-	20,306	-	20,306
Deposits Held in Custody for Others	-	-	-	-	-	1,520	1,520
Compensated Absences	37,429	8,361	-	-	-	-	45,790
Capital Leases	-	-	-	-	11,899	-	11,899
Installment Contracts Payable	-	-	-	-	83	-	83
General Obligation Bonds Payable	-	-	-	-	740,227	-	740,227
Other Bonds Payable	-	-	-	-	821	-	821
Total Liabilities	214,972	67,816	407	6,692	801,474	1,520	1,092,882
Equity and Funds Balances:							
Fund Balances - Reserved:							
Encumbrances	31,070	28,342	-	-	-	-	59,411
Inventories and Prepaid Items	38,882	177	-	-	-	-	39,059
Auxiliary Operations	78,022	-	-	-	-	-	78,022
Current Restricted Funds	-	2,366	-	-	-	-	2,366
Loan Funds	-	-	167,624	-	-	-	167,624
Endowment and Similar Funds	-	-	-	281,318	-	-	281,318
Plant Funds	-	-	-	-	2,827,630	-	2,827,630
Fund Balances - Unreserved:							
Designated for Contingent Fund	3,273	-	-	-	-	-	3,273
Undesignated	39,050	-	-	-	-	-	39,050
Total Equity and Funds Balances	190,297	30,885	167,624	281,318	2,827,630	-	3,497,754
Total Liabilities and Funds Equity	\$ 405,268	\$ 98,701	\$ 168,032	\$ 288,011	\$ 3,629,104	\$ 1,520	\$ 4,590,636





Component Units

The **Wisconsin Housing and Economic Development Authority** administers programs to facilitate the purchase, construction and rehabilitation of housing for families of low and moderate income by providing or participating in the providing of construction and mortgage loans. Over the years, its mission has been expanded to include financing for farmers and for economic development projects.

The **Wisconsin Health Care Liability Insurance Plan** provides health care liability insurance and liability coverages normally incidental to health care liability insurance to eligible health care providers in the State of Wisconsin. The insurance is financed with premiums collected from policyholders and investment earnings.

The **University of Wisconsin Hospitals and Clinics Authority** operates an acute-care hospital, numerous specialty clinics and ambulatory facilities. It provides health care to patients, education programs, research and community service primarily to residents of southern Wisconsin.

State of Wisconsin

**Combining Balance Sheet - Component Units
June 30, 1998**

(In Thousands)

	Wisconsin Housing and Economic Development Authority	Wisconsin Health Care Liability Insurance Plan	University of Wisconsin Hospitals and Clinics Authority	Totals
Assets				
Cash and Cash Equivalents	\$ 271,955	\$ 7,106	\$ 30,897	\$ 309,958
Investments	295,972	151,632	31,013	478,616
Receivables (net of estimated uncollectible accounts):				
Mortgage Loans	1,784,553	-	-	1,784,553
Patients Accounts Receivable	-	-	57,966	57,966
Other Receivables	16,056	9,884	2,927	28,868
Due from Primary Government	6	-	1,095	1,101
Inventories	-	-	2,307	2,307
Prepaid Items	-	-	3,012	3,012
Restricted and Limited Use Assets:				
Investments	85,483	-	114,882	200,365
Deferred Charges	16,176	-	-	16,176
Fixed Assets (net of accumulated depreciation)	24,800	-	108,381	133,181
Other Assets	78,183	-	2,225	80,408
Total Assets	<u>\$ 2,573,184</u>	<u>\$ 168,622</u>	<u>\$ 354,704</u>	<u>\$ 3,096,510</u>
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable and Other Accrued Liabilities	\$ 16,636	\$ 22,961	\$ 38,174	\$ 77,771
Due to Primary Government	44	11	3,744	3,799
Due to Other Governments	-	-	3,840	3,840
Tax and Other Deposits	137,196	-	-	137,196
Deferred Revenue	-	1,539	-	1,539
Interest Payable	57,133	-	-	57,133
Future Benefits and Loss Liabilities	-	126,084	-	126,084
Capital Leases	-	-	988	988
Capital Leases - Primary Government	-	-	35,664	35,664
Compensated Absences	327	-	1,809	2,136
Revenue Bonds and Notes Payable	2,124,531	-	50,000	2,174,531
Total Liabilities	<u>2,335,867</u>	<u>150,595</u>	<u>134,220</u>	<u>2,620,681</u>
Fund Equity:				
Retained Earnings:				
Reserved for Future Benefits	3,787	-	-	3,787
Reserved for Bonds	140,460	-	-	140,460
Reserved by Donors for Operations	-	-	1,603	1,603
Unreserved	93,070	18,027	218,881	329,979
Total Fund Equity	<u>237,317</u>	<u>18,027</u>	<u>220,484</u>	<u>475,829</u>
Total Liabilities and Fund Equity	<u>\$ 2,573,184</u>	<u>\$ 168,622</u>	<u>\$ 354,704</u>	<u>\$ 3,096,510</u>

State of Wisconsin

**Combining Statement of Revenues, Expenses, and Changes in Retained Earnings - Component Units
For the Fiscal Year Ended June 30, 1998**

(In Thousands)

	Wisconsin Housing and Economic Development Authority	Wisconsin Health Care Liability Insurance Plan	University of Wisconsin Hospitals and Clinics Authority	Totals
Operating Revenues:				
Charges for Goods and Services	\$ 3,468	\$ 2,978	\$ 321,643	\$ 328,089
Investment and Interest Income	139,554	10,293	-	149,847
Other Income	1,808	24	7,052	8,884
Total Operating Revenues	144,830	13,295	328,695	486,820
Operating Expenses:				
Personal Services	10,005	-	172,600	182,605
Supplies and Services	8,405	747	124,487	133,640
Depreciation	5,118	-	16,390	21,508
Benefit Expense	-	(4,898)	-	(4,898)
Interest Expense	143,086	-	2,651	145,737
Other Expenses:				
Grant Programs	57,201	-	-	57,201
Insurance Dividends	-	23,043	-	23,043
Benefit from Federal Income Taxes	-	(2,898)	-	(2,898)
Other	1,033	-	6,015	7,048
Total Operating Expenses	224,848	15,994	322,144	562,986
Operating Income (Loss)	(80,018)	(2,699)	6,551	(76,166)
Nonoperating Revenues (Expenses):				
Operating Grants	57,201	-	-	57,201
Investment and Interest Income	47,242	-	9,105	56,347
Gain (Loss) on Disposal of Fixed Assets	60	-	-	60
Other Revenues	-	-	1,174	1,174
Other Expenses	-	-	(175)	(175)
Total Nonoperating Revenues (Expenses)	104,503	-	10,104	114,607
Net Income before Extraordinary Items	24,485	(2,699)	16,656	38,441
Extraordinary Items:				
Gain (Loss) from Extinguishment of Debt	(126)	-	-	(126)
Net Income	24,359	(2,699)	16,656	38,315
Retained Earnings, Beginning of Year	212,958	20,727	203,829	437,514
Retained Earnings, End of Year	\$ 237,317	\$ 18,027	\$ 220,484	\$ 475,829

State of Wisconsin

Combining Statement of Cash Flows - Component Units *
For the Fiscal Year Ended June 30, 1998

(In Thousands)

	Wisconsin Housing and Economic Development Authority	Wisconsin Health Care Liability Insurance Plan	Totals *
Cash Flows from Operating Activities:			
Cash Receipts from Customers	\$ -	\$ 2,862	\$ 2,862
Cash Payments to Suppliers for Goods and Services	(3,332)	(817)	(4,149)
Cash Payments to Employes for Services	(10,340)	-	(10,340)
Cash Payments for Loans Originated	(266,392)	-	(266,392)
Cash Payments for Benefits	-	(4,164)	(4,164)
Interest Income	140,578	-	140,578
Collection of Loans	224,698	-	224,698
Other Operating Revenues	5,274	705	5,979
Other Operating Expenses:			
Grant Programs	(57,201)	-	(57,201)
Insurance Dividends	-	(12,002)	(12,002)
Other	(10,046)	(49)	(10,095)
Other Sources of Cash	6,564	-	6,564
Net Cash Provided (Used) by Operating Activities	<u>29,803</u>	<u>(13,466)</u>	<u>16,337</u>
Cash Flows from Noncapital Financing Activities:			
Operating Grants Receipts	57,201	-	57,201
Proceeds from Issuance of Long-term Debt	568,110	-	568,110
Retirement of Long-term Debt	(453,739)	-	(453,739)
Interest Payments	(134,359)	-	(134,359)
Other Cash Outflows from Noncapital Financing Activities	<u>(3,328)</u>	<u>-</u>	<u>(3,328)</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>33,885</u>	<u>-</u>	<u>33,885</u>
Cash Flows from Capital and Related Financing Activities:			
Proceeds from Sale of Fixed Assets	59	-	59
Payments for Purchase of Fixed Assets	<u>(6,974)</u>	<u>-</u>	<u>(6,974)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(6,915)</u>	<u>-</u>	<u>(6,915)</u>
Cash Flows from Investing Activities:			
Proceeds from Sale and Maturities of Investment Securities	471,382	18,620	490,002
Purchase of Investment Securities	(456,706)	(13,808)	(470,514)
Interest and Dividends Receipts	35,862	10,556	46,418
Net Cash Provided (Used) by Investing Activities	<u>50,538</u>	<u>15,368</u>	<u>65,906</u>
Net Increase (Decrease) in Cash and Cash Equivalents	107,311	1,902	109,213
Cash and Cash Equivalents, Beginning of Year	164,644	5,204	169,848
Cash and Cash Equivalents, End of Year	<u>\$ 271,955</u>	<u>\$ 7,106</u>	<u>\$ 279,061</u>

* The **Wisconsin Housing and Economic Development Authority** and the **Wisconsin Health Care Liability Insurance Plan** prepare the statement of cash flows using the direct method of reporting cash flows, as presented on Pages 182 and 183 of the CAFR. The **University of Wisconsin Hospitals and Clinics Authority** prepares this statement using the indirect method, as presented on Page 184.

(Continued)

State of Wisconsin

Combining Statement of Cash Flows - Component Units *
For the Fiscal Year Ended June 30, 1998

(Continued)

	Wisconsin Housing and Economic Development Authority	Wisconsin Health Care Liability Insurance Plan	Totals *
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operations:			
Operating Income (Loss)	\$ (80,018)	\$ (2,699)	\$ (82,717)
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation	1,274	-	1,274
Amortization	3,844	-	3,844
Provision for Uncollectible Accounts	294	-	294
Operating Income (Investment Income) Classified as Investing Activity	-	(10,293)	(10,293)
Operating Expense (Interest Expense) Classified as Noncapital Financing Activity	137,688	-	137,688
Miscellaneous Nonoperating Income(Expenses)	(4,819)	-	(4,819)
Changes in Assets and Liabilities:			
Decrease (Increase) in Receivables	(39,640)	(2,637)	(42,277)
Decrease (Increase) in Due from Primary Government	(6)	-	(6)
Decrease (Increase) in Other Assets	1,652	-	1,652
Increase (Decrease) in Accounts Payable and Other Accrued Liabilities	9,442	11,544	20,986
Increase (Decrease) in Compensated Absences	85	-	85
Increase (Decrease) in Due to Primary Government	7	1	8
Increase (Decrease) in Deferred Revenue	-	(319)	(319)
Increase (Decrease) in Future Benefits and Loss Liabilities	-	(9,063)	(9,063)
Total Adjustments	109,821	(10,766)	99,055
Net Cash Provided by Operating Activities	<u>\$ 29,803</u>	<u>\$ (13,466)</u>	<u>\$ 16,337</u>

* The **Wisconsin Housing and Economic Development Authority** and the **Wisconsin Health Care Liability Insurance Plan** prepare the statement of cash flows using the direct method of reporting cash flows, as presented on Pages 182 and 183 of the CAFR. The **University of Wisconsin Hospitals and Clinics Authority** prepares this statement using the indirect method, as presented on Page 184.

(Continued)

Combining Statement of Cash Flows - Component Units *
For the Fiscal Year Ended June 30, 1998

(Continued)

	University of Wisconsin Hospitals and Clinics Authority
Cash Flows from Operating Activities:	
Operating Income	\$ 6,551
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities:	
Depreciation and Amortization	16,390
Provision for Bad Debt	6,015
Other Sources	577
Other Uses	(514)
Changes in Assets and Liabilities:	
Decrease (Increase) in Net Patient Receivables	(11,455)
Decrease (Increase) in Other Receivables	725
Decrease (Increase) in Due from Primary Government	(232)
Decrease (Increase) in Inventories	(360)
Decrease (Increase) in Prepaid Items	(2,048)
Decrease (Increase) in Other Assets	106
Increase (Decrease) in Accounts Payable and Other Accrued Expenses	8,246
Increase (Decrease) in Due to Other Governments	(3,919)
Increase (Decrease) in Due to Primary Government	(11,235)
Increase (Decrease) in Compensated Absences	160
Net Cash Provided (Used) by Operating Activities	<u>9,007</u>
Cash Flows from Capital and Related Financing Activities:	
Payments for Purchase of Fixed Assets	(22,481)
Capital Leases Payable - Primary Government	(2,152)
Capital Leases Payable	(298)
Proceeds from Sale of Fixed Assets	311
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(24,621)</u>
Cash Flows from Investing Activities:	
Purchase of Investment Securities	(13,908)
Interest and Dividends Receipts	7,209
Decrease in Investment in Affiliate	750
Net Cash Provided (Used) by Investing Activities	<u>(5,949)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(21,562)
Cash and Cash Equivalents at Beginning of Year	<u>52,459</u>
Cash and Cash Equivalents at End of Year	<u>\$ 30,897</u>

* The **University of Wisconsin Hospitals and Clinics Authority** prepares the statement of cash flows using the indirect method of reporting cash flows, as presented on this page. The **Wisconsin Housing and Economic Development Authority** and the **Wisconsin Health Care Liability Insurance Plan** prepare the statement of cash flows using the direct method, as presented on Pages 182 and 183 of the CAFR.